District I 1625 N. French Dr., Hobbs, NM 88240 State of New Mexico Form C-129 District II Minerals and Natural Resources Revised August 1, 2011 811 S. First St., Artesia, NM 8821 OIL CONSERVATION Oil Conservation Division District III ARTESIA DISTRICT 1220 South St. Francis Dr. Submit one copy to appropriate District IV JUL 2 5 2016 NFO Permit No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 NFO Permit No.			
RECEIVED APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12 (See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)			
А.	Applicant Yates Petroleum Corporation		,
	whose address is 105 S. Fourth Street, Artesia, NM 88210,		
	hereby requests an exception to Rule 19.15.18.12 for		
	<u>July 18 - August 28</u> , Yr 2016, for the following described tank battery (or LACT):		
	Name of Lease Corral Draw AQH Federal Battery Name of Pool Delaware/Bone Spring		
	Location of Battery: Unit Letter <u>L</u> Section <u>13</u> Township <u>24S</u> Range <u>29E</u>		
	API #1 30-015-29396		
	Number of wells producing into battery 2 wells, API #2 30-015-34257		
В.	Based upon oil production of barrels per day, the estimated * volume		
	of gas to be flared is <u>75 +/- Daily</u> MCF; Value per day.		
C.	Name and location of nearest gas gathering facility:		
D.	DistanceEstimated cost of connection		
E.	This exception is requested for the following reasons: <u>Requesting permission to flare due to Agave</u>		
	compressor problems. The possibility of flare will not be consistent; therefore, the volume above can easily		
	fluctuate.		
I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above		OIL CONSERVATION DIVISION Approved Until	
Signature (Jni) Juste		By FOT F	Lecoro
Printed Name & Title <u>Tina Huerta, Regulatory Reporting Supervisor</u>		Approved Until By For Record Title Accepted NMOCD AB Date 7 26 16	
E-mail Address <u>tinah@yatespetroleum.com</u> .		Date 1/26/16	
Date: July B	8 2016 Telephone No: 575-748-4168		

 Date:
 July 18, 2016
 Telephone No:
 575-748-4168

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 Gas-Oil ratio test may be required to verify estimated gas volume.