

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

NM OIL CONSERVATION

ARTESIA DISTRICT

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-129
Revised August 1, 2011

Submit one copy to appropriate
District Office

OCT 11 2016

RECEIVED

NFO Permit No. _____
(For Division Use Only)

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)

- A. 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 _____ days or until
October 10 – January 10, Yr 2017, for the following described tank battery (or LACT):
Name of Lease Baroque BTQ Federal Com #1H Name of Pool Bone Spring
Location of Battery: Unit Letter J Section 6 Township 19S Range 30E
Number of wells producing into battery 1 well, API 30-015-43148
- B. Based upon oil production of 1287 barrels per day, the estimated * volume
of gas to be flared is 1838 +/- Daily MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility: _____
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: Requesting permission to flare due to abnormal
system pressures in Agave lines. The possibility of flare will not be consistent; therefore, the volume above
can easily fluctuate.

OPERATOR

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature

Tina Huerta

Printed Name

& Title Tina Huerta, Regulatory Reporting Supervisor

E-mail Address tinah@yatespetroleum.com

Date: October 7, 2016 Telephone No: 575-748-4168

OIL CONSERVATION DIVISION

Approved Until _____

By _____

Title _____

Date _____

**ACCEPTED FOR RECORD
N.M.O.C.D.**

10/11/16

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

NM OIL CONSERVATION

ARTESIA DISTRICT

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCT 11 2016

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.5. Lease Serial No:
NMNM117120

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.

BALSAM BNL FEDERAL COM 1H

2. Name of Operator

YATES PETROLEUM CORPORATION

Contact: TINA HUERTA

Mail: tinah@yatespetroleum.com

9. API Well No.

30-015-37035

3a. Address

105 SOUTH FOURTH STREET
ARTESIA, NM 88210

3b. Phone No. (include area code)

Ph: 575-748-4168

Fx: 575-748-4585

10. Field and Pool, or Exploratory

CEDAR CANYON; BONE SPRING

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec. 8 T24S R29E NENE 960FNL 30FEL

11. County or Parish, and State

EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Venting and/or Flaring
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Yates Petroleum Corporation is requesting permission to flare October 18 - January 18, 2017 due to Agave compressor problems and will only be flaring as needed. All gas flared will be metered and reported as per BLM requirements.

This circumstantial flare could result longer than 24 hour period and possibly more than the 144 hours cumulative authorized under NTL4A.III.A. Flare volumes will be reported on OGOR.

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #354064 verified by the BLM Well Information System
For YATES PETROLEUM CORPORATION, sent to the Carlsbad

Name (Printed/Typed): TINA HUERTA

Title REG REPORTING SUPERVISOR

Signature (Electronic Submission)

Date 10/10/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****