

District I
1625 N. French Dr., Hobbs, NM 88249
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

State of New Mexico
ARTESIA DISTRICT
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 10/11/16

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

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

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NM OIL CONSERVATION

ARTESIA DISTRICT

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.

RECEIVED

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No: NMNM117120
2. Name of Operator: YATES PETROLEUM CORPORATION Contact: TINA HUERTA Mail: tinah@yatespetroleum.com		6. If Indian, Allottee or Tribe Name
3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4168 Fx: 575-748-4585	7. If Unit or CA Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec. 8 T24S R29E NENE 960FNL 30FEL		8. Well Name and No. BALSAM BNL FEDERAL COM 1H
		9. API Well No. 30-015-37035
		10. Field and Pool, or Exploratory CEDAR CANYON; BONE SPRING
		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 ****