

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

SEP 19 '88

O. C. D.
ARTESIA, OFFICE

NFO Permit No. 2-798
(For Division Use Only)

A. Applicant, YATES PETROLEUM CORPORATION ✓

whose address is 105 So. 4th St., Artesia, NM 88210

hereby requests an exception to Rule 306 for indefinite days or until

 , 19 , for the following described tank battery (or LACT):

Name of Lease Pathfinder AFT St. #1 Name of Pool Diablo SA

Location of Battery: Unit Letter 0 Section 21 Township 10s Range 27e

Number of wells producing into battery 1 (at present time)

B. Based upon oil production of 71 barrels per day, the estimated * volume

of gas to be flared is 20 MCF; Value \$20.00 (\$1.00/mcf) per day.

C. Name and location of the nearest gas gathering facility:

Cities Service has pipeline approximately 13 miles from location.

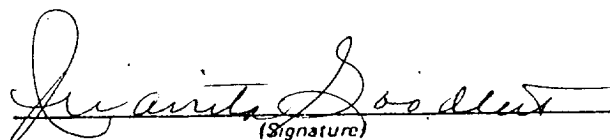
D. Distance 13 miles± Estimated cost of connection \$400,000.00 (Pipeline+Right-of-Way)

E. This exception is requested for the following reasons:

Volume of gas too low to justify building pipeline.

Note: There are no dwellings within six miles of location.

F. 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)

Production Supervisor

(Title)

9-16-88

(Date)

Gas Must Be Flared

Approved Until Further Notice

NEW MEXICO OIL CONSERVATION DIVISION

By Mike Williams

Title SUPERVISOR, DISTRICT II

Date SEP 19 1988

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