

DISTRICT I
P.O.Box 1980, Hobbs, NM 88241-1980

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410

Submit 3 Copies to
Appropriate District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

JUN-6-'94

O. C. D.
ARTESIA, OFFICE
NFO Permit No. _____

Form C-129
Revised 4-1-91

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306
(See Rule 306 and Rule 1129)

- A. Applicant Yates Petroleum Corporation,
whose address is 105 South Fourth Street - Artesia, NM 88210,
hereby requests an exception to Rule 306 for 218 days days or until
January 1, 19 95, for the following described tank battery (or LACT):
Name of Lease Quincy AMQ St. #1, #2, #3 Name of Pool SE Acme San Andres
Location of Battery: Unit Letter E Section 12 Township 8S Range 27E
Number of wells producing into battery Three (3)
- B. Based upon oil production of 77 barrels per day, the estimated * volume
of gas to be flared is 163 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
20 miles southeast of area
- D. Distance 20 miles Estimated cost of connection \$1,000,000
- E. This exception is requested for the following reasons: There is not a pipeline in the
area. Approximately 20 miles to the nearest plant. Uneconomical
at this time to lay a pipeline.

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 Rusty Klein

Printed Name
& Title Rusty Klein, Production Clerk

Date June 2, 1994 Telephone No. 505-748-1471

OIL CONSERVATION DIVISION

Approved Until 1-1-95

By [Signature]

Title _____

Date 7-5-94

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