**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

OIL CONSERVATION DIVISION

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

Energy, Minerals and Natural Resources Department **JUN -** 6. '94 Revised 4-1

State of New Mexico

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

(For Division Use Only)

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

A.	Applicant Yates Petroleum Corporat	ion,
	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 Carl ANO State #4 Name of Pool SE Acme San Andres	
	Location of Battery: Unit Letter M Section	1 Township 8S Range 27E
	Number of wells producing into battery1	
В.	Based upon oil production of barrels per day, the estimated * volume	
	of gas to be flared isMC	
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: Approximately 20 miles to the nearest plant. There is not a pipeline available in the area and is presently uneconomical to lay a pipeline.	
L.		
	is presently uneconomical to la	y a pipeline.
		OIL CONSERVATION DIVISION
OPERATOR  I hereby certify that the rules and regulations of the Oil Conservation		
Division have been of true and complete to	complied with and that the information given above is the best of my knowledge and belief.	Approved Until 1-11-95
Signature Kusty Klein		ByBy
Printed Name	<i>V</i> '	By
<u></u>	Klein, Production Clerk	Date <b>JUL 1 1</b> 1994
Date June 2,	1994 Telephone No. 505-748-1471	Daw

<sup>\*</sup> Gas-Oil ratio test may be required to verify estimated gas volume.