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

Form C-129
Revised 4-1-91

RECEIVED
NOV 12 1993
O.C.D.

NFO Permit No. Z-853
(For Division Use Only)

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

A. Applicant Yates Drilling Company,

whose address is 105 South 4th Street, 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 Mesa 20-1 State Name of Pool Art-Qn-GB-SA

Location of Battery: Unit Letter L Section 20 Township 18S Range 28E

Number of wells producing into battery 3

B. Based upon oil production of 1.25 barrels per day, the estimated * volume

of gas to be flared is 1.75 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: Volume is too low to justify a meter.

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 Karen J. Leishman

Printed Name & Title Karen J. Leishman, Production Clerk

Date 11-9-93 Telephone No. 748-1471

OIL CONSERVATION DIVISION

Approved Until Further Notice

By ORIGINAL SIGNED BY MIKE WILLIAMS

Title SUPERVISOR, DISTRICT II

Date NOV 18 1993

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