District I
1625 N. French Dr., Hobbs, NM 88240
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

State of New Mexico
Energy Minerals and Natural Resources

HOBBS OCD

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

JAN 04 2013

Form C-129
Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No. _____
(For Division Use Only)

RECEIVED

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 180 days or until

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

Name of Lease Bombay BSB Federal Com #1H Name of Pool Bone Spring

Location of Battery: Unit Letter H Section 32 Township 24S Range 32E

Number of wells producing into battery 1 API #30-025-40718

B. Based upon oil production of 125 barrels per day, the estimated * volume

of gas to be flared is 300 MCFPD; Value _____ per day.

C. Name and location of nearest gas gathering facility:

Agave

D. Distance 9900 ft Estimated cost of connection _____

E. This exception is requested for the following reasons:

Agave P/L waiting for BLM ROW to begin construction to well.

OPERATOR	OIL CONSERVATION DIVISION
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.	Approved Until 5/1/2013
Signature Miriam Morales	By Maxey S Brown
Printed Name & Title Miriam Morales –Production Analyst	Title Compliance Officer
E-mail Address mmorales@yatespetroleum.com	Date 1/4/2012
Date 1/3/13 Telephone No. 575-748-1471	

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