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

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State of New Mexico Energy Minerals and Natural Resources

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

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No.

HOBBS OCD

OCT 0 5 2015

(For Division Use Only)

## **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)

А.	Applicant Yates Petroleum Corporation,	
	whose address is <u>105 S. Fourth Street</u> Artesia, NM 88210,	
	hereby requests an exception to Rule 19.15.1	8.12 for90days or until
	December 30, Yr _2015_, for the following described tank battery (or LACT): Name of LeaseQuijote BQJ State Com #1H Battery Name of PoolWildcat; Bone Springs	
	Number of wells producing into battery <u>API# 30-025-39947 &amp; API# 30-025-40001</u>	
	B.	Based upon oil production of <u>42</u>
of gas to be flared is MCF; Value per day.		
C.	Name and location of nearest gas gathering facility:	
	Agave	
D.	DistanceEstimated cost of connection	
E.	This exception is requested for the following reasons:	
	<u>Requesting permission to flare due to abnormal system pressures in Agave lines.</u> The possibility of flawill not be consistent, therefore, the volume above can easily fluctuate.	
		····
Division have b is true and comp	that the rules and regulations of the Oil Conservation een complied with and that the information given above slete to the best of mykrowledge and belief.	OIL CONSERVATION DIVISION Approved Until 12/30/2015 ByBy
Printed Name & Title <u>Jul</u>	e () V () lie Steele – Production Analyst	Title District Supervison
E-mail Addre	ess_JSteele@yatespetroleum.com	Date 10/5/2015

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

Date 9-25-2015

Telephone No. 575-748-4208

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