

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
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. _____
(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)

HOBBS OCD

OCT 30 2015

RECEIVED

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 14 days or until
Nov. 6, Yr 2015, for the following described tank battery (or LACT):

Name of Lease Quijote BQJ St COM #1H Battery Name of Pool Bone Springs

Location of Battery: Unit Letter _____ Section 2 Township 26S Range 32E

Number of wells producing into battery #2 API #30-025-39947 & 30-025-40001

B. Based upon oil production of 38 barrels per day, the estimated * volume
of gas to be flared is 341 +/- Daily 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: _____

Yates Petroleum requests to flare for 14 days to irregular Agave line pressures.

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 Garrett Sanders

Printed Name
& Title Garrett Sanders - Production Analyst

E-mail Address GSanders@yatespetroleum.com

Date 10-28-15 Telephone No. 575-748-1471

OIL CONSERVATION DIVISION

Approved Until 11/6/2015

By Marys Brown

Title _____

Date 11/12/2015

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

NOV 18 2015