

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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

Form C-129
Revised October 15, 2009

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

Submit one copy to appropriate
District Office

NFO Permit No. I-995-A
(For Division Use Only)

APR 08 2011
HOBBSOCD

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 South Fourth Street,
hereby requests an exception to Rule 19.15.18.12 for _____ days or until
one, Yr _____, for the following described tank battery (or LACT):
Name of Lease Bargain BOA Federal #1H Name of Pool Brinninstool; Bone Spring (oil)
30-025-33341
Location of Battery: Unit Letter J Section 22 Township 22S Range 33E
Number of wells producing into battery 1
- B. Based upon oil production of 330 barrels per day, the estimated * volume
of gas to be flared is 620 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
DCP Midstream
- D. Distance 1 1/2 mi. Estimated cost of connection _____
- E. This exception is requested for the following reasons: _____
See attached. Closest p/l is unusable.

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 Miriam Morales

Printed Name
& Title Miriam Morales

E-mail Address mmorales@yatespetroleum.com

Date 4/7/11 Telephone No. 575-748-1471

OIL CONSERVATION DIVISION

Approved Until JUNE 29, 2011

By Cathy W. Lipp

Title DISTRICT 1 SUPERVISOR

Date APR 27 2011

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