

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

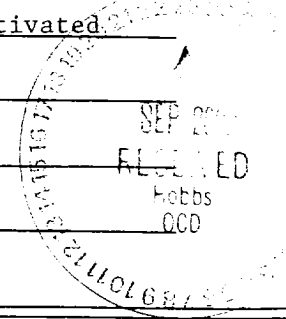
OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

NFO Permit No. L-392-13
(For Division Use Only)

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

- A. Applicant YATES PETROLEUM CORPORATION
whose address is 105 S FOURTH STREET ARTESIA, NM 88210
hereby requests an exception to Rule 306 for one (1) year days or until
, 19, for the following described tank battery (or LACT):
Name of Lease LOVELESS LO STATE #1-B Name of Pool TOMAHAWK SAN ANDRES
Location of Battery: Unit Letter Section 36 Township 7S Range 31E
Number of wells producing into battery Eight (8)
- B. Based upon oil production of 1 (one) barrels per day, the estimated * volume
of gas to be flared is 1 (one) MCF; Value per day.
- C. Name and location of nearest gas gathering facility:
DYNEGY
- D. Distance Estimated cost of connection
- E. This exception is requested for the following reasons: Transporter has de-activated
meter until specifications are met.



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 Hanna Clack

Printed Name
& Title DONNA CLACK REGULATORY TECHNICIAN

Date 9-16-02 Telephone No. 505-748-1471

OIL CONSERVATION DIVISION

Approved Until 9/23/03

By PAUL F. KAUTZ
PETROLEUM ENGINEER

Title

Date SEP 25 2002

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