

**DISTRICT**  
P.O. Box 500, Artesia, NM 88211-0500

DISTRICT  
1000 Rio Brazos Rd, Aztec, NM 87410

## OIL CONSERVATION DIVISION

2040 Pacheco St.  
Santa Fe, NM 87505

NFO Permit No. 1-340-B  
(For Division Use Only)

Submit 3 Copies to  
Appropriate District Office

## 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 L.D. STATE # 5-D 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

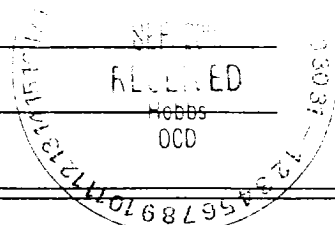
of gas to be flared is 1 (one) MCF; Value \_\_\_\_\_ per day.

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: Anna Clark

Printed Name \_\_\_\_\_  
& Title DONNA CLACK REGULATORY TECHNICIAN

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

## OIL CONSERVATION DIVISION

Approved Until 9/23/03

ORIGINAL SIGNED BY

Bv PAUL F. KAUTZ  
CIVIL ENGINEER

~~PETROLEUM ENGINEER~~

Title \_\_\_\_\_

Date SEP 25 2002

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