## <u> 21STRICT I</u> 2.O.Box 1980, Hobbs, NM 88241-1980

State of New Mexico
Minerals and Natural Resources Departmen

Form C-129 Revised 4-1-91

DISTRICT II
1.O. Drawer DD, Artesia, NM 88211-0719
DISTRICT III
000 Rio Brazos Rd, Azzec, NM 87410

ibmit 3 Copies to

propriate District Office

OIL CONSERVATION DIVISION

2040 Pacheco St.

Santa Fe, NM 87505

NFO Permit No.

4-59/-I

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

A. Applicant Yates Drilling	Company		
whose address is 105 South 4th S	treet, Artesia, NM 88210		
hereby requests an exception to Rule 30	% for days or until		
	19, for the following described tank battery (or LACT):		
	Name of Pool SE Chaves QN Gas Area Assoc		
	Section 27 Township 12S Range 31E		
Number of wells producing into battery	1		
B. Based upon oil production of 1.5 barrels per day, the estimated * volume			
	MCF; Valueper day.		
C. Name and location of nearest gas gathering facility:  American Gathering, L.P., Section 4-13S-31E  D. Distance 2 miles Estimated cost of connection \$30,000  E. This exception is requested for the following reasons:			
		Low volume, no contract	
		Hobbs ED	
			OCD OCD
Ellolis			
ERATOR  reby certify that the rules and regulations of the Oil Conservation ision have been complied with and that the information given above is and complete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION		
	ve is Approved Until 9/25/03		
nature Koren J Leiskman	ORIGINAL SIGNED BY By PAUL F. KAUTZ		
nted Name ideKaren J. Leishman, Engineering Tech	PETROLEUM ENGINEER		
e9-24-2002	CED 2 7 2000		