## DISTRICTI P.O.Box 1980, Hobbs, NM 88241-1980

## State of New Mexico Energy, Minerals and Natural Resources Departme

Form C-129 Revised 4-1-91

**DISTRICT II** P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICTIII 1000 Rio Brazos Rd, Azzec, NM 87410

ubmit 3 Copies to ppropriate District Office

## OIL CONSERVATION DIVISION 2040 Pacheco St.

Santa Fe, NM 87505

NFO Permit No. <u>I - 59/-</u>//
(For Division Use Only)

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

		_
A.	Applicant Yates Drilling Comp	oany ,
	whose address is 105 South 4th Stree	et, Artesia, NM 88210,
	hereby requests an exception to Rule 306 for	Indefinite days or until
	, 19, for the following described tank battery (or LACT):	
	Name of Lease Doyal #2	Name of Pool SE Chaves QN Gas Area Assoc
	Location of Battery: Unit Letter P Section	27 Township 12S Range 31E
	Number of wells producing into battery1	
B.	Based upon oil production of barrels per day, the estimated * volume	
	of gas to be flared isTSTMMC	F; 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	
PERATOR  mereby certify that the rules and regulations of the Oil Conservation vision have been complied with and that the information given above is the and complete to the best of my knowledge and belief.  gnature Lushman		OIL CONSERVATION DIVISION
		Approved Until
		Orig. Signed by
inted Name		Geologiat
Title Karen J. Leishman, Engineering Tech.		Title AllC of Loom
te8-16-01Telephone No.505-746-3038		Date 819 1 2001

<sup>\*</sup> Gas-Oil ratio test may be required to verify estimated gas volume.