

A. M. GL (BIG. COMMONDA P. O. BOX 1930 HOBBS NEW MEXICO 88240 ATES DRILLING COMPANY

PEYTON YATES. PRESIDENT

S. P. YATES, Vice President

B. W. HARPER. Sec.-Treas.

JACK W. MCCAW. Asst. Sec.-Treas.

YATES BUILDING - 207 SOUTH 4TH ST. - (505) 746 - 3558

ARTESIA. NEW MEXICO.88210 April 28, 1986

Bureau of Land Management P.O. Box 1857 Roswell, New Mexico 88201

> Re: Garner Federal Lease NM-15807 015807 T-12 & 13-S, R-31-E Chaves County, New Mexico

Gentlemen:

In accordance with NTL-4A, IV-B, Yates Drilling Company Hereby makes application for approval to vent gas from the captioned lease. There are three tank batteries located on the captioned lease? 3a8 1986 follows:

> Unit E-Section 3-13S-31E Unit J-Section 34-12S-31E Unit O-Section 27-12S-31E

Gas produced from the Garner wells has a high nitrogen and carbon dioxide content. Also delivery of this gas into a pipeline would require a low pressure system. Yates Drilling Company has attempted to obtain a contract for this gas but as yet, we have not been successful.

Therefore, Yates Drilling Company respectfully requests permission to vent gas from the captioned lease until such time as a contract is available.

The amount of gas vented will be shown each month on the monthly 9-329 forms.

Your cooperation in this matter will be appreciated.



Sincerely, YATES DRILLING COMPANY

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Karen J. Leishman Production Clerk