



N. M. OIL CONS. COMMISSION
P. O. BOX 1980
HOBBS, NEW MEXICO 88240
YATES DRILLING COMPANY

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

ARTESIA, NEW MEXICO 88210

April 28, 1986

PEYTON YATES.
PRESIDENT

S. P. YATES,
VICE PRESIDENT

B. W. HARPER.
SEC.-TREAS.

JACK W. MCCA.W.
ASST. SEC.-TREAS.

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

Re: DeLuna Federal #3
Unit B-Section 34-12S-31E
Burkitt Federal #3
Unit C-Section 34-12S-31E
Chaves County, New Mexico

7M-0258521

Gentlemen:

In accordance with NTL-4A, IV-B, Yates Drilling Company hereby requests approval to vent gas from the captioned batteries.

Gas produced from the DeLuna #3 and the Burkitt #3 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 been unable to obtain a contract for the gas from the captioned batteries. At such time as a contract is available, gas connections to a gas sales line will be made in a timely manner.

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

The amount of gas being vented will be shown on our monthly 9-329 form.

If you need anything further, please advise.

Sincerely,

YATES DRILLING COMPANY

Karen J. Leishman
Karen J. Leishman
Production Clerk

APPROVED
PETER W. CHESTER
Peter W. Chester
MAY 13 1986.
BUREAU OF LAND MANAGEMENT
ROSWELL RESOURCE AREA
kj1 APPROVED FOR 12 MONTH PERIOD
ENDING 5/13/87