

DISTRICT I
1625 N FRENCH DR, HOBBS NM 88240
DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719
DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410
Submit 3 Copies to
Appropriate District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

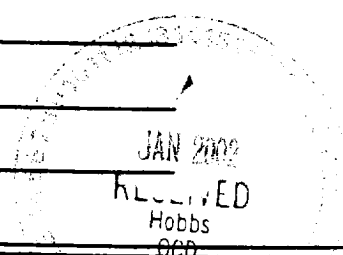
Form C-129
Revised 4-1-91

OIL CONSERVATION DIVISION
2040 Pacheco St.
Santa Fe, NM 87505

NFO Permit No. I-719-F
(For Division Use Only)

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 365 days or until
19, for the following described tank battery (or LACT):
Name of Lease Tex-Gulf AEN St #1-Y Name of Pool Sanmal Queen
Location of Battery: Unit Letter P Section 2 Township 17S Range 33E
Number of wells producing into battery One (1)
- B. Based upon oil production of 2-4 barrels per day, the estimated * volume
of gas to be flared is TSTM MCF; Value per day.
- C. Name and location of nearest gas gathering facility:
Sanmal Queen Unit (Warren Petroleum Corporation)
- D. Distance 3/4 + mile Estimated cost of connection \$48,000
- E. This exception is requested for the following reasons: It is uneconomical to lay a
pipeline for this low volume of gas



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 Donna J. Clack
Printed Name Donna Clack - Operations Technician
Date Jan. 8, 2002 Telephone No. 748-1471

OIL CONSERVATION DIVISION

Approved Until 1-14-03
By PAUL F. KAUTZ
Title PETROLEUM ENGINEER
Date JAN 15 2002

Gas-Oil ratio test may be required to verify estimated gas volume.