

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

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-745-E
(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 South Fourth Street - Artesia, NM 88210,
hereby requests an exception to Rule 306 for one (1) year days or until
 , 19 , for the following described tank battery (or LACT):
Name of Lease Burton AER Com #1 Name of Pool Casey San Andres
Location of Battery: Unit Letter J Section 26 Township 16S Range 37E
Number of wells producing into battery One (1)
- B. Based upon oil production of 1/2 - 1 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:
Warren Petroleum - Saunders Plant
- D. Distance 1+ mile Estimated cost of connection \$60,000
- E. This exception is requested for the following reasons: Gas volume is TSTM - uneconomical
to build pipeline

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 Rusty Klein

Printed Name
& Title Rusty Klein, Operations Technician

Date Dec. 17, 1999 Telephone No. 505-748-1471

OIL CONSERVATION DIVISION

Approved Until 12/20/2000

By ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

Title

Date DEC 21 1999

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