

DISTRICT  
P.O. Box 1900, Hobbs, NM 88241-1980

DISTRICT  
P.O. Box 111, Artesia, NM 88211-0111

DISTRICT  
10000th Blvd Rd, Artesia, NM 88211-0000

submit 3 Copies to  
appropriate District Office

State of New Mexico  
Geology, Minerals and Natural Resources Department

Form C-129  
Revised 4-1-9

# OIL CONSERVATION DIVISION

2040 Pinedale St.  
Santa Fe, NM 87505

NFO Permit No. 7-14-K  
(For Division Use Only)

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

- A. Applicant WATES PETROLEUM CORPORATION,  
whose address is 105 S 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 BRENT US STATE #1 Name of Pool SANDHILLS GB/SA  
Location of Battery: Unit Letter K Section 32 Township 20S Range 39E  
Number of wells producing into battery One (1)
- B. Based upon oil production of 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:  
N/A
- D. Distance 1/4 mile +/- Estimated cost of connection Unknown
- E. This exception is requested for the following reasons:  
It is uneconomical to lay a 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 Donna Clack

Printed Name  
Title DONNA CLACK - REGULATORY

Date 12-11-02 Telephone No. 505-748-1471

### OIL CONSERVATION DIVISION

Approved Until 12/18/03

By [Signature]

Title PETROLEUM ENGINEER

Date DEC 20 2002

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