

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-514-H

(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 St. - Artesia, NM 88210,
hereby requests an exception to Rule 306 for one (1) year or 365 days or until
 , 19 , for the following described tank battery (or LACT):
Name of Lease Brent US State #1 Name of Pool Sandhills Grayburg San Andres
Location of Battery: Unit Letter K Section 32 Township 20S Range 39E
Number of wells producing into battery one
- B. Based upon oil production of 2 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:
Getty (?)
- D. Distance 1/4 mile± Estimated cost of connection Unknown
- E. This exception is requested for the following reasons: Uneconomical

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 June 3, 1999 Telephone No. 748-1471

OIL CONSERVATION DIVISION

Approved Until 6/9/2000

By Chris Williams

Title DISTRICT 1 SUPERVISOR

Date JUN 09 1999

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