

DISTRICT I

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

DISTRICT II

P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III

1000 Rio Grande Rd., Aztec, NM 87410

Submit 3 Copies to

Appropriate District Office

State of New Mexico

Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

Form C-129

Revised 4-1-91

NFO Permit No.

I-514-6

(For Division Use Only)

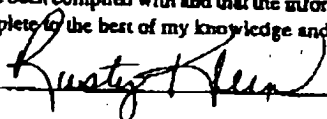
APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306
(See Rule 306 and Rule 1129)

- A. Applicant Yates Petroleum Corporation
 whose address is 105 South Fourth Street - Artesia, NM 88210
 hereby requests an exception to Rule 306 for indefinite 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 (1)
- B. Based upon oil production of 1 barrels per day, the estimated * volume
 of gas to be flared is ISTM 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



Printed Name

& Title Rusty Klein, Operations TechnicianDate March 26, 1998 Telephone No. 505-748-1471

OIL CONSERVATION DIVISION

Approved Until

4/2/1999

By

ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

Title

Date

APR 02 1998

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

Did not receive original!!
 in my office! mcp