Submit I Copy To Appropriate District Form C-103 State of New Mexico Office Revised August 1, 2011 Energy, Minerals and Natural Resources District 1 - (575) 393-6161 WELL APINO. 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 OIL CONSERVATION DIVISION \$11.S. First St., Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE 🗸 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S. St. Francis Dr., Sonta Fe. NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name of Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILLEOR TO DEEPEN OR PLUG BACK TO A Washinoton 33 State DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number 1. Type of Well: Oil Well [2] Gas Well Other 2. Name of Operator 9. OGRID Number Apache Corporation 873 3. Address of Operator 10. Pool name or Wildcat 303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705 Yeso (96830) & Grayburg-San Andres (3230) 4. Well Location. Unit Letter feet from the line and feet from the line Section 33: Township 17S Range 28E **NMPM** County Eddy 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON | | PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON **CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A PULL OR ALTER CASING MULTIPLE COMPL \Box CASING/CEMENT JOB DOWNHOLE COMMINGLE П OTHER: Flare Gas OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. Apache is requesting permission to temporarily flare all of the Washington 33 State wells. Intermittent flaring will occur and gas will be measured prior to flaring. The API# for each, well are as follows: 30-015-30299 30-015-22821 30-015-39895 30-015-40020 30-015-40078 30-015-30276: 30-015-30332 30-015-39883 30-015-40021 30-015-40114 30-015-30277 30-015-30195 30-015-39884 30-015-40022 30-015-40110 30-015-30138 30-015-30196 30-015-39885 30-015-40115 30-015-40023 30-015-30189 30-015-30334 30-015-39886 30-015-40087 30-015-40111 30-015-30190 30-015-01690* 30-015-40015 30-015-40088 30-015-40116 30-015-30191 30-015-22464 30-015-40014 30-015-40089 30-015-40117 30-015-30193 30-015-22605 30-015-40016 30-015-40090 30-015-40112 30-015-22524 30-015-22124 30-015-40017 30-015-40113 30-015-40118 30-015-30194 30-015-22417 30-015-40018 30-015-40119 30-015-40076 30-015-22822 ₹ 30-015-22465 30-015-40019 30-015-40077 30-015-40120 Spud, Date: Rig Release Date: Thereby certify that the information above is true and complete to the best of my knowledge and belief. **SIGNATURE** TITLE Regulatory Tech I DATE 06/06/2013 Type or print name Fatima Vasque E-mail address: Fatma.Vasquez@apachecorp.com PHONE: (432) 818-1015 For State Use Only APPROVED BY: Conditions of Approval (if any);

& See AH Acled COA'S

District I 1625 N. French Dr., Hobbs, NM 88240 District II 81.1.S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NEO Permit No. (For Division Use Only

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC) **Apache Corporation** Applicant Α. 1945 Bluestem Road, Artesia, NM 88210 whose address is 90 hereby requests an exception to Rule 19.45.18.12 for , Yr , for the following described tank battery (or LACT): Washington 33 State Battery Name of Pool Yeso & Grayburg-SA Name of Lease Location of Battery: Unit Letter Section 33 Township Range Number of wells producing into battery _____ 1400 Based upon oil production of В. barrels per day, the estimated * volume 2,2 MCF; Value per day. of gas to be flared is Ċ. Name and location of nearest gas gathering facility: DCP / Frontier Empire Abo Plant Distance Estimated cost of connection Ď. This exception is requested for the following reasons: DCP & Frontier curtails their gas Æ. due to repairs or plant problems. **OPERATOR** OIL CONSERVATION DIVISION 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 Fatima Vasquez - Regulatory Tech I & Title Fatima.Vasquez@apachecorp.com E-mail Address 06/06/2013 Telephone No. (432) 818-1015

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

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NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 SOUTH FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL for FLARING or VENTING GAS

- 1. Venting gas is absolutely not allowed.
- 2. Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
- **3.** Flared volumes of gas are to be metered & reported.
- 4. Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
- 5. Flares WILL NOT be left unattended.
- **6.** No flaring operations to be conducted during red-flag days. http://www.gacc.nifc.gov/swcc (go to "Predictive Services" on SWCC website) to check for red flag warnings.
- 7. Follow safe practices for flaring guidelines.
- 8. Permit may be rescinded at any time by NMOCD.
- **9.** If well is able to be connected to a gas gathering system, it will be done so as soon as possible.
- 10. Flaring of gas is prohibited. The State Forester grants an exception to the prohibition on open fires for the flaring of natural gas when the following conditions are met. Unless flaring is needed for safety purposes, flaring pursuant to this exception shall not be done on days that are "red flag days" as determined by the National Weather Service or on days when the sustained wind is in excess of 25 miles per hour in the area.
- $1\,1.1$. The day is not a "red flag day" as determined by the National Weather Service and the sustained wind is not in excess of 25 miles per hour in the area.

- 12.2. The local fire department and county dispatch are notified at least 24 hours in advance of anticipated releases that will result in flaring. If flaring is done by an automated system then the schedule of flaring shall be provided to the local fire department and county dispatch. The area is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of one and one half times the height of the stack.
- 13.3. At least one adult is on site with communications equipment adequate to reach county dispatch and the local fire department in the event of a fire. The individual should also be. equipped with a shovel and a water backpack pump or other equipment to deliver water to suppress a fire.
- 14.4. If flaring is to take place at an unmanned facility, then the area around the flare stack is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of three times the height of the stack.

Your initials here ADade

1 / 6/7/2013

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John Bemis
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey
Division Director
Oil Conservation Division



March 19, 2013

FOR IMMEDIATE RELEASE

Contact: Jim Winchester (505)231-8800 E-Mail: jim.winchester@state.nm.us

Notice to Oil and Gas Facilities and Operators Flaring Gas in New Mexico

SANTA FE, NM – The Oil Conservation Division (OCD) encourages all oil and gas facilities with flare stacks and well operators that are flaring gas to upgrade their *Fire Awareness Programs* this year. New Mexico State Forestry reports that 460 fires have burned 25,475 acres on state and private land in calendar year 2012.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures could also be higher than normal.

Open flames and gas flares should be monitored carefully and oil and gas operators should create a defensible space to help prevent wildfires. Defensible Space is the area around a structure where combustible vegetation that can spread fire has been cleared, reduced or replaced. This space acts as a barrier between a structure and an advancing wildfire.

During the course of the upcoming fire season, it may become necessary for New Mexico State Forestry to issue fire restriction on State and private land. Log on to www.nmforestry.com for updates or call your local district office.

New Mexico State Forestry offers the following guidelines for establishing effective defensible space:

- Create a "Lean, Clean and Green" firebreak area by removing flammable vegetation and growth
 within 30 feet of each structure. Single trees and shrubs may be retained if they are well
 spaced, pruned and placed so they avoid the spread of fire. Maintain an irrigation system for
 any vegetation near structures.
- · Keep grass and weeds mowed.
- Prune lower tree limbs to at least 6 feet up to 15 feet (or lower 1/3 of branches on smaller trees).
- Remove vegetation and debris around propane tanks.

For the latest fire weather information please visit USDA Forest Service website: http://activefiremaps.fs.fed.us/current.php

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The Energy, Minerals and Natural Resources Department provides resource protection and renewable energy resource development services to the public and other state agencies.