

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 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

NFO 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)

A. Applicant: WPX Energy Production, LLC

whose address is: P.O. Box 640, Aztec, NM 87410,

hereby requests an exception to Rule 19.15.18.12 until 6/30/14, for the following described tank battery (or LACT):

Name of Lease: CHACO 2206-02P #225H API-30-043-21149 Name of Pool: Lybrook Gallup

Location of Battery: Unit Letter P Section 02 Township 22N Range 6W

Number of wells producing into battery 3

B. Based upon oil production of 150 barrels per day, the estimated volume of gas to be flared is 180 MCFD; Value: \$720 per day.

OIL CONS. DIV DIST. 3

MAY 30 2014

C. Name and location of nearest gas gathering facility:

Williams Four Corners, LLC Gas Systems in SE qtr sec 2, T22N, R6W

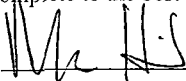
D. Distance BUILT Estimated cost of connection _____

E. This exception is requested for the following reasons: WPX is shutting in the CHACO 2206-02P #225H due to upcoming frac activity of the CHACO 2206-02P #226H and the CHACO 2206-02P #272H. High nitrogen content is anticipated due to this activity. It is expected that the high nitrogen levels will be cleaned up by 6/30/2014.

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 Mark Heil, Regulatory Specialist

E-mail Address mark.heil@wpxenergy.com

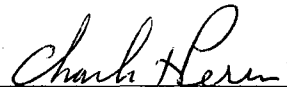
Date: 5/29/14 Telephone No. (505) 333-1806

OIL CONSERVATION DIVISION

Approved Until

7-1-14

By



Title

SUPERVISOR DISTRICT # 3

Date

5-30-14

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

AV