District 1 1625 N. French Dr., Hobbs, NM 88240 District II
1301 W. Grand Avenue, 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 Res

Oil Conservation Divisior 1220 South St. Francis Dr Santa Fe, NM 87505

Form C-129 Revised October 15, 2009

JUL 15 2010 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)

		30-015-3751	18
Α.	Applicant Chesapeake Operating, Inc.		
	whose address is P.O. Box 18496 Oklahoma City, OK 73154-0496		
	hereby requests an exception to Rule 19.15.1	18.12 for <u>3-4 days</u> days o	or until
	, Yr,	for the following described tank battery (or LACT):	
	Name of Lease PLU Pierce Canyon 12 Federal # 1FName of Pool Wildcat; Bone Spring		
	Location of Battery: Unit Letter P	Section 12 Township 24 South Range 29 East	
	Number of wells producing into battery 1		
B.	Based upon oil production of 172	barrels per day, the estimated * volume	
	of gas to be flared is2910	MCF; Value \$12,626 per day.	
C.	Name and location of nearest gas gathering facility:		
D.	Distance Connected Estimated cost of connection N/A		
E.	This exception is requested for the following reasons:		
	Southern Union Gas Company is having a shut in on the gas line that will affect three of our PLU wells.		
	Each well has sub pumps installed and will lock up the pumps if they are shut in. This would cost a		
	significant amount of money to have these wells pulled if they go down. We request to flare the gas until		
	the shut in is complete. Southern Union is expecting the shut in to take 3-4 days.		
Division have	R y that the rules and regulations of the Oil Conservation been complied with and that the information given above applete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION Approved Until	a to a second
Signature _	Beyn And	By Signed By Mile Bennue	
Printed Name & Title Bryan Arrant; Senior Regulatory Compl. Sp.		Title EN SPEC	
E-mail Address_bryan.arrant@chk.com		Date	
Date 07/14	^{4/2010} Telephone No. (405)935-3782		

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