

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 Encana Oil & Gas (USA) Inc.,  
whose address is 370 17th Street, Suite 1700, Denver, CO 80202,  
hereby requests an exception to Rule 19.15.18.12 for 60 days days or until  
June 19, Yr 2013, for the following described tank battery (or LACT):  
Name of Lease Lybrook H26-2307 01H Name of Pool Basin Mancos  
Location of Battery: Unit Letter H Section 26 Township 23N Range 7W  
Number of wells producing into battery 1 30-093 - 211/8
- B. Based upon oil production of 350 barrels per day, the estimated \* volume  
of gas to be flared is 600 MCF; Value \$1690 per day.
- C. Name and location of nearest gas gathering facility:  
Enterprise Lateral 2C-161 pipeline
- D. Distance 761 ft Estimated cost of connection \$28,000
- E. This exception is requested for the following reasons: This well was completed using  
a larger frac design which resulted in larger nitrogen and water volumes  
and additional time is needed to remove fluid off of the formation and  
clean up the well and additional flaring would allow for a better  
understanding of the wells potential and the Lybrook area potential.

RCVD APR 8 '13  
OIL CONS. DIV.  
DIST. 3

**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 Robynn Haden

Printed Name  
& Title Robynn Haden

E-mail Address robynn.haden@encana.com

Date 4/4/13 Telephone No. 720.876.3941

**OIL CONSERVATION DIVISION**

Approved Until SA/elle

By Charles R.

Title SUPERVISOR DISTRICT 03

Date 4-12-2013

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