District 1 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 NFO Permit Submit one copy to appropriate District Office

No. ___

(For Division Use Only)

Revised August 1, 2011

Form C-129

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)

OIL CONS. DIV DIST. 3

A. Applicant: <u>WPX Energy Production, LLC</u>

OCT **2 9** 2014

hereby requests an exception to Rule 19.15.18.12 until $\underline{11/29/14}$, for the following described tank battery (or LACT):

Name of Lease: NE CHACO COM #171H API-30-039-31217 Name of Pool: Chaco Unit NE HZ (Oil) (330')

Location of Battery: Unit Letter L____Section 12___Township 23N_Range 7W___

Number of wells producing into battery ___1____

B. Based upon oil production of <u>500</u> barrels per day, the estimated volume

of gas to be flared is 600 MCF/D; Value: \$2100 per day.

C. Name and location of nearest gas gathering facility:

Beeline Gas Systems, Sec 12, T23N, R07W

D. Distance BUILT Estimated cost of connection

This exception is requested for the following reasons: WPX Energy requests authorization to flare this well due to an expected spike in nitrogen content above acceptable Beeline Gas Systems standards due to nearby frac activity on the NE CHACO COM #181H, NE CHACO COM #182H, NE CHACO COM #183H. As a result, WPX Energy is anticipating that the NE CHACO COM #171H may experience crossflow. If a crossflow event on the well results in nitrogen content above Beeline Gas Systems standards, flaring may begin as soon as 10/30/14 given approval. The well would flare for up to 30 days. Pipeline quality gas should be obtained within 30 days. A gas sample will be collected upon the confirmation of crossflow and sent to a third party for a gas analysis. The results of the gas analysis will be submitted upon receipt.

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RICT # 3
<u>NO103</u>

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



Remarks:

API # 30-039-31217

2030 Afton Place Farmington, NM 87401 (505) 325-6622

Analysis No: WP140364 Cust No: 85500-11380

Well/Lease Information

Customer Name:	WPX ENERGY PRODUCTION, LLC
Well Name:	CHACO 171H
County/State:	
Location:	
Field:	
Formation:	
Cust. Stn. No.:	

Source: Pressure: 324 PSIG Sample Temp: 81 DEG. F Well Flowing: Date Sampled: 10/28/2014 Sampled By: RAMSEY HATALIE Foreman/Engr.: CODY BOYD

OIL CONS. DIV DIST. 3

OCT 29 2014

		Analysis		
Component::	Mole%:	**GPM:	*BTU:	*SP Gravity:
Nitrogen	41.438	4.5660	0.00	0.4008
CO2	0.237	0.0410	0.00	0.0036
Methane	44.040	7.4780	444.80	0.2439
Ethane	7.663	2.0530	135.61	0.0796
Propane	4.529	1.2500	113.95	0.0690
Iso-Butane	0.493	0.1620	16.03	0.0099
N-Butane	1.068	0.3370	34.84	0.0214
I-Pentane	0.204	0.0750	8.16	0.0051
N-Pentane	0.171	0.0620	6.85	0.0043
Hexane Plus	0.157	0.0700	8.28	0.0052
Total	100.000	16.0940	768.54	0.8427

* @ 14.730 PSIA DRY & UNCORRECTED FOR COMPRESSIBILITY

**@ 14.730 PSIA & 60 DEG. F.

COMPRESSIBLITY FACTOR	(1/Z):	1.0019
BTU/CU.FT (DRY) CORRECTE	D FOR (1/Z):	771.8
BTU/CU.FT (WET) CORRECTE	D FOR (1/Z):	758.4
REAL SPECIFIC GRAVITY:		0.844

DRY BTU @ 14.650:	767.6
DRY BTU @ 14.696:	770.0
DRY BTU @ 14.730:	771.8
DRY BTU @ 15.025:	787.3

GPM, BTU, and SPG calculations as shown above are based on current GPA factors.

CYLINDER #:	R.S. #8
CYLINDER PRESSURE:	293 PSIG
DATE RUN:	10/29/14 9:25 AM
ANALYSIS RUN BY:	JENNIFER DEAN



OIL CONS. DIV DIST. 3

OCT 29 2014

WPX ENERGY PRODUCTION, LLC WELL ANALYSIS COMPARISON

Lease: CHACO 171H Stn. No.: Mtr. No.:

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<u>RISUN</u>

10/29/2014 85500-11380

Smpl Date:	10/28/2014	10/14/2014
Test Date:	10/29/2014	10/15/2014
Run No:	WP140364	WP140346
Nitrogen:	41.438	23.558
CO2:	0.237	0.307
Methane:	44.040	51.752
Ethane:	7.663	10.612
Propane:	4.529	8.041
I-Butane:	0.493	1.074
N-Butane:	1.068	2.638
I-Pentane:	0.204	0.633
N-Pentane:	0.171	0.586
Hexane+:	0.157	0.799
BTU:	771.8	1131.4
GPM:	16.0940	18.5170
SPG:	0.8440	0.8859