<u>District I</u> 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 19.0%. DIV DIST. 3

(See Rule 19.15.18.12 NMA)	and Rule 19.15.7.37 NMAC)			
	NOV 1 4 2014			
A. Applicant Encana Oil & Gas (USA)	Inc.			
whose address is370 17th Street, S	uite 1700 Denver, CO 80202			
hereby requests an exception to Rule 19.15.	18.12 for			
12/15 , Yr 2014, API: 30-043-21177 Name of Lease Lybrook P28-2306 02H	for the following described tank battery (or LACT): Name of Pool Lybrook Gallup			
	Section 28 Township 23N Range 6W			
Number of wells producing into battery	2			
B. Based upon oil production of 400	barrels per day, the estimated * volume			
of gas to be flared is42,000	MCF; Value \$3150 per day.			
C. Name and location of nearest gas gathering facility: Lybrook Trunk CDP				
D. Distance N/A Estimated of	Distance N/A Estimated cost of connection Already Connected			
E. This exception is requested for the following	g reasons:			
The wells early production is be	eing impacted by high backpressure on			
the gas gathering line. The wel	ls should optimally be produced with			
minimum backpressure during early life to ensure proper load water recovery				
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	Approved Until/2_/-20/4			
is true and complete to the best of my knowledge and belief. Signature	By Charloten			
Printed Name Operations Technician	Title SUPERVISOR DISTRICT # 3			
& Title Cristi Bauer, Operations Technician	WOU 1 A 2014			
E-mail Address <u>cristi.bauer@encana.com</u>	Date NV 14 2014			
Date Telephone No. 720-876-5867				

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