OIL CONS. DIV DIST. 3

DEC 16 2014

L 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 2014 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

Inils

NFO Permit No.

1

(For Division Use Only)

## **APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12**

|  | (See Rule 19.15.18.12 N | MAC and Rule 19.15 | 5.7.37 NMAC) |
|--|-------------------------|--------------------|--------------|
|--|-------------------------|--------------------|--------------|

|         | antEncana Oil & Gas (USA) Inc,<br>address is370 17th Street, Suite 1700 Denver, CO 80202, |
|---------|---|
|         | 20  |
| nereby  | requests an exception to Rule 19.15.18.12 for days  |
| Ja      | anuary 15th , Yr 2015, for the following described tank battery (or LACT):                |
|         | API: 30-043-21178<br>of Lease Lybrook M28-2306 01H Name of Pool Lybrook Gallup            |
| Locatio | on of Battery: Unit Letter M Section 28 Township 23N Range 6W                             |
| Numbe   | er of wells producing into battery 3  |
| Based   | upon oil production ofbarrels per day, the estimated * volume                             |
| of gas  | to be flared is <u>12,930</u> MCF; Value <u>\$1612</u> per day.                           |
| Name    | and location of nearest gas gathering facility:   |
|         | rook Trunk CDP  |
| Distan  | ceEstimated cost of connectionAlready Connected   |
| This ex | cception is requested for the following reasons:  |
| The     | wells early production is being impacted by high backpressure on                          |
| the     | gas gathering line. The wells should optimally be produced with                           |
|         | imum backpressure during early life to ensure proper load water rec                       |

| OPERATOR   | OIL CONSERVATION DIVISION    |
|--|------------------------------|
| I hereby certify that the rules and regulations of the Oil Conservation<br>Division have been complied with and that the information given above<br>is true and complete to the best of my knowledge and belief. | Approved Until 1-15-2015     |
| Signature CREST BAUER  | By Charlit Jerm              |
| Printed Name<br>& Title Cristi Bauer, Operations Technician  | Title SUPERVISOR DISTRICT #3 |
| E-mail Address_cristi.bauer@encana.com   | DateDEC 1 8 2014             |
| Date $\frac{12}{12}$ Telephone No. 720-876-5867  |                              |

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



## **OIL CONS. DIV DIST. 3**

DEC 1 6 2014

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

Analysis No: EC140461 Cust No: 25150-11305

## Well/Lease Information

| Customer Name:  | ENCANA OIL & GAS     | Source:        | METER RUN   |
|-----------------|----------------------|----------------|-------------|
| Well Name:      | LYBROOK M28-2306-01H | Pressure:      | 65 PSIG     |
| County/State:   |                      | Sample Temp:   | DEG. F      |
| Location:       | M28-23N-06W          | Well Flowing:  | Y           |
| Field:          | O2 PROJECT           | Date Sampled:  | 12/08/2014  |
| Formation:      |                      | Sampled By:    | SEAN CASUAS |
| Cust. Stn. No.: | 14180108             | Foreman/Engr.: |             |
|                 | CC# 76154            |                |             |

## Remarks: SAMPLED AT METER RUN

| Analysis    |         |         |         |              |
|-------------|---------|---------|---------|--------------|
| Component:: | Mole%:  | **GPM:  | *BTU:   | *SP Gravity: |
| Nitrogen    | 8.291   | 0.9160  | 0.00    | 0.0802       |
| CO2         | 0.298   | 0.0510  | 0.00    | 0.0045       |
| Methane     | 65.147  | 11.0870 | 657.98  | 0.3608       |
| Ethane      | 13.173  | 3.5360  | 233.12  | 0.1368       |
| Propane     | 7.939   | 2.1960  | 199.75  | 0.1209       |
| Iso-Butane  | 0.980   | 0.3220  | 31.87   | 0.0197       |
| N-Butane    | 2.410   | 0.7630  | 78.62   | 0.0484       |
| I-Pentane   | 0.574   | 0.2110  | 22.97   | 0.0143       |
| N-Pentane   | 0.530   | 0.1930  | 21.25   | 0.0132       |
| Hexane Plus | 0.658   | 0.2950  | 34.68   | 0.0218       |
| Total       | 100.000 | 19.5700 | 1280.25 | 0.8205       |
|             |         |         |         |              |

\* @ 14.730 PSIA DRY & UNCORRECTED FOR COMPRESSIBILITY

\*\*@ 14.730 PSIA & 60 DEG. F.

| COMPRESSIBLITY FACTOR        | (1/Z):    | 1.0041 |
|------------------------------|-----------|--------|
| BTU/CU.FT (DRY) CORRECTED FO | OR (1/Z): | 1288.5 |
| BTU/CU.FT (WET) CORRECTED F  | OR (1/Z): | 1266.1 |
| REAL SPECIFIC GRAVITY:       |           | 0.8236 |

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

| DRY BTU @ 14.650: | 1281.5 | CYLINDER #:        | 5017             |
|-------------------|--------|--------------------|------------------|
| DRY BTU @ 14.696: | 1285.5 | CYLINDER PRESSURE: | 70 PSIG          |
| DRY BTU @ 14.730: | 1288.5 | DATE RUN:          | 12/9/14 10:19 AM |
| DRY BTU @ 15.025: | 1314.3 | ANALYSIS RUN BY:   | PATRICIA KING    |