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

E.

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

No.		
	(For Division	Haa Only

NFO Permit 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: WPX Energy Production, LLC whose address is: P.O. Box 640, Aztec, NM 87410, hereby requests an exception to Rule 19.15.18.12 until 3/16/15, for the following described tank battery (or LACT): Name of Lease: NE CHACO COM #176H API-30-039-31251 Name of Pool: Chaco Unit NE HZ (Oil) Location of Battery: Unit Letter **D** Section **6** Township **23N** Range **6W** Number of wells producing into battery ____2____ B. Based upon oil production of 250 barrels per day, the estimated volume of gas to be flared is 450 MCF/D; Value: \$1238 per day. C. Name and location of nearest gas gathering facility: Chaco Trunk 3-2 CDP, Sec 8, T23N, R06W D. Distance 6,982' Estimated cost of connection \$488,740 This exception is requested for the following reasons: WPX Energy requests authorization to flare this well for 30 additional days due to the inability to flow the gas through a pipeline. WPX anticipates for the Chaco Trunk 3 Extension 2 pipeline to be constructed by 3/16/15. WPX will not have completed construction by the time the emergency flare extension expires (2/15/15). We are currently waiting for ROW approval from the BLM. As a result, WPX is requesting flare authorization for this well until the anticipated date of pipeline completion. **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 5-16-15 is true and complete to the best of my knowledge and belief. Signature **Printed Name** SUPERVISOR DISTRICT #3 & Title Mark Heil, Regulatory Specialist FEB 0 9 2015 Date E-mail Address mark.heil@wpxenergy.com

Telephone No. (505) 333-1806

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