B.

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

OIL CONS. DIV DIST. 3

APR 07 2015

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: 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 5/6/15, for the following described tank battery (or LACT):

Name of Lease: CHACO 2308-06H #395H API-30-045-35553 Name of D	Pool: <u>Nageezi Gallup</u>
Location of Battery: Unit Letter <u>B</u> Section <u>6</u> Township <u>23N</u>	Range
Number of wells producing into battery2	
Based upon oil production of $\underline{230}$ barrels per day, the estimated volume	A Denter State

of gas to be flared is <u>350 MCF/D</u>; Value: <u>\$980</u> per day.

C. Name and location of nearest gas gathering facility:

Williams, Sec 6, T23N, R08W

D. Distance BUILT Estimated cost of connection ____

E. This exception is requested for the following reasons: 2nd Emergency Flare

WPX Energy requests authorization to flare this well due to an expected spike in nitrogen content above acceptable Williams pipeline standards due to nearby frac activity on the CHACO 2308-04D #282H & CHACO 2308-04D #458H. As a result, WPX Energy is anticipating that the **CHACO 2308-06H #395H** may experience crossflow. If a crossflow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 4/6/15, 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.

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 is true and complete to the best of my knowledge and belief. Signature	Approved Until β
Printed Name & TitleLacey Granillo, Permit Tech III	Title
E-mail Addresslacey.granillo@wpxenergy.com	Date
Date: 4/7/15 Telephone No. (505) 333-1816	

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