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 19.15.18.12

(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 5/20/15, for the following described tank battery (or LACT):

Name of Lease: CHACO 2308-03E #403H API-30-045-35588 Name of Pool: BASIN MC

Location of Battery: Unit Letter <u>E</u>Section <u>3</u>Township <u>23N</u> Range <u>8W</u>

Number of wells producing into battery ____2____

B. Based upon oil production of <u>200</u> barrels per day, the estimated volume

of gas to be flared is <u>900 MCF/D</u>; Value: <u>\$2376</u> per day.

OIL CONS. DIV DIST. 3

C. Name and location of nearest gas gathering facility:

APR 17 2015

Williams at Turtle Mountain, Sec 9, T23N, R08W

D. Distance BUILT Estimated cost of connection

E. This exception is requested for the following reasons: 1st Emergency Flare

WPX Energy requests authorization to flare the CHACO 2308-03E #403H due to a potential crossflow event as a result of nearby frac activity on CHACO 2308-04L #283H, CHACO 2308-04L #284H & CHACO 2308-04L #459H. If a crossflow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 4/20/15, 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 | Approved Until 5-20-15 |
| is true and complete to the best of my knowledge and belief. | |
| Signature MUUU | By Charle Ken |
| Printed Name | Title SUPERVISOR DISTRICT #3 |
| & Title Lacey Granillo, Permit Tech III | Title SUPERVISUR DISTRICT #3 |
| | |
| E-mail Addresslacey.granillo@wpxenergy.com | Date APR 2 0 2015 |
| | |
| Date: 4/17/15 Telephone No. (505) 333-1816 | |

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

хĊ