Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NFO Permit

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

OIL CONS. DIV DIST. 3

JUN 0 9 2015

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: <u>WPX Energy Production, LLC</u>

whose address is: P.O. Box 640, Aztec, NM 87410,

hereby requests an exception to Rule 19.15.18.12 until $\frac{7}{15}$, for the following described tank battery (or LACT):

Name of Lease: NE Chaco Com #268H API-30-039-31281Name of Pool: Chaco Unit NE HZ(oil)

Location of Battery: Unit Letter L_____Section 8___Township 23N Range 6W___

Number of wells producing into battery 3

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

of gas to be flared is 1000 MCF/D; Value: \$2830 per day.

C. Name and location of nearest gas gathering facility:

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 Extension

WPX Energy requests authorization to flare the NE Chaco Com #268H due to a potential crossflow event as a result of nearby frac activity on **NE CHACO COM #209H**, **NE CHACO COM #210H**, **NE CHACO COM #243H**, **NE CHACO COM #244H**, **NE CHACO COM #271H**. If a crossflow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as **6/15/15**, 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 7-15-15 By Charh Herr |
| Printed Name & TitleLacey Granillo Permit Tech III | Title SUPERVISOR DISTRICT #3 |
| E-mail Address_lacey.granillo@wpxenergy.com | Date JUN 1:5 2015 |
| Date: 6/9/15 Telephone No. (505) 333-1816 | |

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