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

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

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, L	LC		
	whose address is: P.O. Box 640, Aztec, NM 87410,			
hereby requests an exception to Rule 19.15.18.12 until 7/30/15, for the following described tank battery (or LACT): Name of Lease: NE Chaco Com #179H API-30-039-31190 Name of Pool: Chaco Unit NE HZ				
	Number of wells producing into battery3			
В.	Based upon oil production of <u>37</u> barrels per o	day, the estimated volume OIL CONS. DIV DIST. 3		
	of gas to be flared is 600 MCF/D; Value: \$1668 per day.			
C.	Name and location of nearest gas gathering facility:			
WPX 4-2 CDP ties to Williams, Sec 8, T23N, R6W				
D.	DistanceBUILTEstimated co	BUILT Estimated cost of connection		
E.	This exception is requested for the following reasons: 1st Emergency Flare			
WPX Energy requests authorization to flare the NE Chaco Com #179H if a potential cross flow event may occur as a result of a nearby Frac activity on the NE Chaco Com # 254H, 255H, 264H, & 265H . If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 6/30/15 for 30 days , given approval. A gas sample will be collected upon the confirmation of the cross flow and sent to a third party for results of the gas analysis. The gas analysis will submitted upon receipt.				
OPERATOR I hereby certify t	hat the rules and regulations of the Oil Conservation	OIL CONSERVATION DIVI		
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 7-30	-15	
		By Charle Xu		
Printed Name & Title: <u>Marie E. Jaramillo, Permit Tech III</u>		Title SUPERVISOR DISTRICT #3		
E-mail Address: mariejaramillo@wpxenergy.com		Date		
Date: \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \				

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