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)

WPX Energy Production, LLC Α. Applicant:

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 #267H API-30-039-31267 Name of Pool: Chaco Unit NE HZ

Location of Battery: Unit Letter <u>E</u> Section <u>8</u> Township <u>23N</u> Range <u>6W</u>

Number of wells producing into battery 4

B. Based upon oil production of 175 barrels per day, the estimated volume

of gas to be flared is 1500 MCF/D; Value: \$4170 per day.

OIL CONS. DIV DIST. 3

JUN 24 2013

C. Name and location of nearest gas gathering facility:

WPX 3-2 CDP ties to Williams, Sec 8, T23N, R6W

D. Distance BUILT Estimated cost of connection

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

WPX Energy requests authorization to flare the NE Chaco Com #267H 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

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 pelief. Signature	Approved Until 7-30-15 By Charle Dere
Printed Name & Title: <u>Marie E. Jaramillo, Permit Tech III</u>	Title SUPERVISOR DISTRICT #3 JUN 2 6 2015
E-mail Address: mariejaramillo@wpxenergy.com	Date
Date: 47415 Telephone No. (505) 333-1808	·

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