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	<u>LC</u>	OIL CONS. DIV DIST. 3 JUL 2 0 2015
	whose address is: P.O. Box 640, Aztec, NM 87410,		30L, 2 V 2013
hereby requests an exception to Rule 19.15.18.12 until <u>8/22/15</u> , for the following described tank battery (or LACT):			
	Name of Lease: Chaco 2408 25M #237H API-30-045-35499 Name of Pool: Lybrook Gallup		
	Location of Battery: Unit Letter <u>M</u> Section <u>25</u> Township <u>24N</u> Range <u>8W</u>		
	Number of wells producing into battery3		
B.	Based upon oil production of <u>180</u> barrels per day, the estimated volume		
	of gas to be flared is 600 MCF/D; Value: \$1650 per day.		
C.	Name and location of nearest gas gathering facility:		
Beeline, Sec 36, T24N, R8W			
D.	DistanceBUILTEstimated cos	ated cost of connection	
E.	This exception is requested for the following reasons: 1st Emergency Flare		
WPX Energy requests authorization to flare the Chaco 2408 25M #237H if a potential cross flow event may occur as a result of a nearby Frac activity on the NW Lybrook UT #132H. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 7/22/15 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 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 myknowledge and belief. Approved Until			
Signature By Charle Herri			
Printed Name Title SUPERVICED			R DISTRICT #3
& Title. Warte E. Jaranimog Finnt Tech III		Date JUL 2 0 20	
E-mail Address: mariejaramillo@wpxenergy.com			
Date 7/17/15	Telephone No. (505) 333-1808		

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