<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 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

A.

Applicant:

State of New Mexico Energy Minerals and Natural Resources

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

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

whose address is: P.O. Box 640, Aztec, NM 87410,	
hereby requests an exception to Rule 19.15.18.12 until $\underline{10/28/15}$, for the following described tank battery (or LACT):	
Name of Lease: CHACO 2308-03L #404H API-30-045-35539 Name of Pool: Nageezi Gallup (330')	
Location of Battery: Unit Letter <u>L</u>	Section 3 Township 23N Range 8W
Number of wells producing into battery2	
B. Based upon oil production of <u>82</u> barrels per o	-
of gas to be flared is 400 MCF/D; Value: \$1080 per day.	
C. Name and location of nearest gas gathering f	acility: SEP 2 1 2015
Williams at Turtle Mountain, Sec 9, T23N, R08W	
D. DistanceBUILTEstimated cost of connection	
E. This exception is requested for the following reasons: 1st flare extension	
WPX Energy requests authorization to flare the CHACO 2308-03L #404H if a potential cross flow event may occur as a result of a nearby Frac activity on the MC 5 COM #112H, MC 5 COM #113H, MC 5 COM #119H & MC 5 COM #906H. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 9/28/15 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 that the rules and regulations of the Oil Conservation	OIL CONSERVATION DIVISION
Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.	Approved Until 10 - 28 - 15
Signature Signature	By Charlettens.
Printed Name & Title Lacey Granillo Permit Tech III	Title SUPERVISOR DISTRICT #3
E-mail Address lacey.granillo @wpxenergy.com	Date SEP 2 3 2015
Date: 9/21/15 Telephone No. (505) 333-1816	•

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