C.

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

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, LLC

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

hereby requests an exception to Rule 19.15.18.12 until 10/28/15, for the following described tank battery (or LACT):

Name of Lease: CHACO 2308-03E #403H API-30-045-35588 Name of Pool: BASIN MC

Location of Battery: Unit Letter <u>E</u> Section <u>3</u> Township <u>23N</u> Range <u>8W</u>

Number of wells producing into battery ____2____

B. Based upon oil production of <u>140</u> barrels per day, the estimated volume

of gas to be flared is <u>900 MCF/D</u>; Value: <u>\$2430</u> per day.

OIL CONS. DIV DIST. 3

SEP 2 1 2015

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

WPX Energy requests authorization to flare the CHACO 2308-03E #403H 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	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.	Approved Until 10 - 28 - 15
Signature	By Charle Hern
Printed Name	
& Title Lacey Granillo, Permit Tech III	Title SUPERVISOR DISTRICT #3
E-mail Addresslacey.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.