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

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, LI	<u>.c</u>	
	whose address is: P.O. Box 640, Aztec, NA	<u>vi 87410,</u>	
(or LA		8.12 until $\underline{1/6/16}$ , for the following described tank battery	
	Name of Lease: NE Chaco Com #265H API	I-30-039-31290 Name of Pool: Chaco Unit NE HZ	
	Location of Battery: Unit Letter <u>L</u> Section <u>5</u> Township <u>23N</u> Range <u>6W</u>		
	Number of wells producing into battery4_		
В.	Based upon oil production of 45 barrels per day, the estimated volume		
	of gas to be flared is 1200 MCF/D; Value: \$2	2352 per day. OIL CONS. DIV DIST. 3	
C.	Name and location of nearest gas gathering facility:  DEC 2 9 2015		
	Williams, Sec 8, T23N, R6W		
D.	DistanceBUILTEstimated cost of connection		
E.	This exception is requested for the following reasons: 1st Emergency Flare		
conten will be	of a nearby Frac activity on the <b>NE Chaco Com #902I</b> at above Williams pipeline standards, flaring may beg	E Chaco Com #265H if a potential cross flow event may occur as a H/912H. If a cross flow event on the well results in nitrogen gin as soon as 1/6/16 for 30 days, given approval. A gas sample nd sent to a third party for results of the gas analysis. The gas	
OPERATO		OIL CONSERVATION DIVISION	
Division have	y that the rules and regulations of the Oil Conservation been complied with and that the information given above	Approved Until 2-6-16	
is true and con	nplete to the best of myknowledge and belief.	1 7	
Signature _	1 With	By Charle Len	
Printed Name & Title: Lacey Granillo, Permit Tech III		Title SUPERVISOR DISTRICT #3	
		JAN 0 5 2016	
E-mail Address: lacey.granillo@wpxenergy.com  Date			
Date: 12/28/15 Telephone No. (505) 333-1816			

<sup>\*</sup> Gas-Oil ratio test may be required to verify estimated gas volume.