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

Submit one copy to appropriate District Office

No.

NFO Permit

(For Division Use Only)

Form C-129 Revised August 1, 2011

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 $\frac{4/7/16}{16}$, for the following described tank battery (or LACT):

Name of Lease: CHACO 2308 11A #407H API-30-045-35564 Name of Pool: BASIN MANCOS

Location of Battery: Unit Letter A Section 11 Township 23N Range 8W

Number of wells producing into battery 2

B. Based upon oil production of <u>400</u> barrels per day, the estimated volume

of gas to be flared is 200 MCF/D; Value: \$432 per day.

OIL CONS. DIV DIST. 3

FEB 2 5 2016

C. Name and location of nearest gas gathering facility:

Williams at Turtle Mountain, Sec 9, T23N, R08W

D. Distance BUILT Estimated cost of connection

EMERGENCY FLARE EXTENSION

E. WPX Energy requests authorization to flare the Chaco 2308 11A #407H if a potential cross flow event may occur as a result of a nearby Frac activity on MC 8 Com 409H / 410H. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 3/7/16 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 any that the information given above is true and complete to the best of my knowledge and belief.	Approved Until <u>4-7 -16</u>
Signature Signature	By_Chartlen
Printed Name	THE CHREDVIEND DICTRICT #3
& Title:LACEY GRANILLO- PERMIT TECH III	Title SUPERVISOR DISTRICT #3
E-mail Address: lacey.granillo@wpxenergy.com	Date MAR 07 2016
Date: 2/25/16 Telephone No. (505) 333-1816	

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