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)

| | (See Rule 19.13.16.12 INMAC | alia Kule 19.13.7.37 INIVIAC) | |
|--|--|-------------------------------|-------------|
| | | | |
| A. | Applicant: WPX Energy Production, L | <u>LC</u> | |
| whose address is: P.O. Box 640, Aztec, NM 87410, | | | |
| (or LA | hereby requests an exception to Rule 19.15.18.12 until $\underline{4/12/17}$, for the following described tank battery (or LACT): | | |
| | Name of Lease: W LYBROOK UT #709H API- 30-045-35741 Name of Pool: LYBROOK MANCOS W | | |
| | Location of Battery: Unit Letter PSec | tion 12 Township 23N | Range 9W |
| | Number of wells producing into battery6 | 5 | |
| В. | B. Based upon oil production of <u>339</u> barrels per day, the estimated volume of gas to be flared is <u>2838 MCF/D</u> ; Value: <u>\$8145</u> per day. OIL CONS. DIV DIST. 3 | | |
| | | | |
| C. | Name and location of nearest gas gathering facility: | | |
| | Williams at Turtle Mountain, Sec 9, T23N | , R08W | man o Lon |
| D. | DistanceBUILTEstimated cost of connection | | |
| E. | This exception is requested for the following reasons: Emergency Flare | | |
| WPX Energy requests authorization to flare the <u>W. Lybrook UT # 709H</u> if a potential cross flow event may occur as a result of a nearby Frac activity on W Lybrook 703H/704H/711H/713H/743H/744H . If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 3/12/17 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 be submitted upon receipt. | | | |
| 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. Signature | | OIL CONSERVATION DIVIS | SION |
| | | Approved Until 4-12-20/7 | |
| | | By Charles Harry | |
| Printed Name & Title Lacey Granillo, Permit Tech III | | Title SUPERVISOR | DISTRICT #3 |
| E-mail Addresslacey.granillo@wpxenergy.com | | Date 3-12-17 | |
| Date: 3/6/17 | Telephone No. (505) 333-1816 | | |

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