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

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)

A. Applicant: <u>WPX Energy Production, LLC</u>			LC	
		whose address is: P.O. Box 640, Aztec, N	M 87410,	
	(or LA	hereby requests an exception to Rule 19.15.18.12 until $\underline{4/23/17}$, for the following described tank battery ACT):		
	Name of Lease: CHACO 2308-06H #396H API-30-045-35554 Name of Pool: Nageezi Gallup			
		Location of Battery: Unit Letter H	Section 06 Township 23N Range 8W	
		Number of wells producing into battery1		
	B. Based upon oil production of <u>90</u> barrels per day, the estimated volume			
of gas to be flared is 115 MCF/D; Value: \$290 per day.				
P	C. Name and location of nearest gas gathering fa Beeline, Sec 16, T23N, R08W		acility: OIL CONS. DIV DIST. 3	
			MAR 1 6 2017	
	D.	DistanceBUILTEstimated cos	st of connection	
EMERGENCY FLARE EXTENSION				
E. WPX Energy requests authorization to flare the <u>CHACO 2308-06H #396H</u> if a potential cross flow event may occur as a result of a nearby Frac activity on W Lybrook 701H/702H. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 3/23/17 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.				
OPERATOR 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 Printed Name & Title:LACEY GRANILLO- PERMIT TECH III			OIL CONSERVATION DIVISION	
			Approved Until 4-23-17	
			By Charlet A	-
			Title SUFERVISOR DISTRICT #3	
E-m	nail Addr	ess: lacey.granillo@wpxenergy.com	Date MAR 16 2017	
Dat	e: 3/16/1	7 Telephone No. (505) 333-1816		

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