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

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

No.

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

(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 $\frac{4/23}{17}$ for the following described tank battery (or LACT):

Name of Lease: MC 1 COM #458H API-30-045-35615 Name of Pool: Nageezi Gallup/Basin MC

Location of Battery: Unit Letter **D** Section **4** Township **23N** Range **8W**

Number of wells producing into battery ___2____

B. Based upon oil production of <u>52</u> barrels per day, the estimated volume

of gas to be flared is 170 MCF/D; Value: \$428 per day.

OIL CONS. DIV DIST. 3

MAR 1 6 2017

C. Name and location of nearest gas gathering facility:

Williams, Sec 32, T24N, R08W

D. Distance ____BUILT ____Estimated cost of connection _____

E. This exception is requested for the following reasons: Emergency Flare

WPX Energy requests authorization to flare the <u>MC 1 COM #458H</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	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 <u>4-23-17</u>
Signature	By Charles H
Printed Name	
& Title Lacey Granillo, Permit Tech III	Title <u>SUPERVISOR DISTRICT #3</u>
E-mail Addresslacey.granillo @wpxenergy.com	Date MAR 16 2017
Date: 3/16/17 Telephone No. (505) 333-1816	

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

PV