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

No.

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 5/12/17, for the following described tank battery (or LACT):

Name of Lease: CHACO 2308-06H #395H API-30-045-35553 Name of Pool: Nageezi Gallup

Location of Battery: Unit Letter <u>H</u>____Section <u>6</u>___Township <u>23N</u>__Range <u>8W</u>___

Number of wells producing into battery 2

B. Based upon oil production of <u>65</u> barrels per day, the estimated volume

of gas to be flared is <u>117 MCF/D</u>; Value: <u>\$350</u> per day.

OIL CONS. DIV DIST. 3 APR 0 5 2017

C. Name and location of nearest gas gathering facility:

Beeline, Sec 16, T23N, R08W

D. Distance ____BUILT ____Estimated cost of connection _____

EMERGENCY FLARE EXTENSION

OIL CONSERVATION DIVISION

E. WPX Energy requests a <u>continued</u> authorization to flare the <u>CHACO 2308-06H #395H</u> if a potential cross flow event may occur as a result of a nearby Frac activity on **W Lybrook 704H/743H/744H** still occurring. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, WPX requests an additional 30 days from our current expiration date of <u>4/12/17</u>, 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

В

| Date: 4/5/17 | Telephone No. (505) 333-1816 | |
|--------------|------------------------------|--|

| Approved Until <u>5</u> | -12-2017 | |
|-------------------------|----------|--|
| By Charle He | 2 | |
| Title SUPERVISOR | | |
| Date APR 07 | | |

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