<u>District I</u> 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)

(See Rate 17.13.16.12 110.14	and raie 17.13.713.7147110)		
A. Applicant: WPX Energy Production, LI	A.C.		
whose address is: P.O. Box 640, Aztec, NM			
hereby requests an exception to Rule 19.15.18.12 until $\underline{2/7/18}$, for the following described tank battery (or LACT):			
Name of Lease: <u>CHACO 2308-06H #396H API-3</u>	0-045-35554 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>65</u> barrels per da	Based upon oil production of <u>65</u> barrels per day, the estimated volume		
of gas to be flared is 109 MCF/D; Value: \$31	of gas to be flared is 109 MCF/D; Value: \$310 per day.		
C. Name and location of nearest gas gathering fa	Name and location of nearest gas gathering facility:		
Beeline, Sec 16, T23N, R08W			
D. DistanceBUILTEstimated cost	t of connection		
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 Unit #705H/745H/746H . If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 1/7/18 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	OIL CONSERVATION DIVISION		
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 2/7/18		
Signature	By Bol Call		
Printed Name & Title: LACEY GRANILLO- PERMIT TECH III	Deputy Oil & Gas Inspector, Title District #3		
E-mail Address: lacey.granillo@wpxenergy.com	Date 1/4/18		
Date: 12/21/17 Telephone No. (505) 333-1816			



