<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II District III
1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 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

Submit one copy to appropriate District Office

Form C-129

Revised August 1, 2011

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: WPX Energy Production, LI	<u>.c</u>		
	whose address is: P.O. Box 640, Aztec, NM 87410,			
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: Chaco 2308 06I #397H API-30-045-35639 Name of Pool: Nageezi Gallup			
	Location of Battery: Unit Letter I Section 06 Township 23N Range 8W			
	Number of wells producing into battery1			
B.	Based upon oil production of $\underline{101}$ barrels per day, the estimated volume			
	of gas to be flared is 138 MCF/D; Value: \$39	92 per day. OIL CONS. DIV DIST.	3	
C.	Name and location of nearest gas gathering fa	cility: DEC 2 0 2017		
	Beeline, Sec 16, T23N, R08W			
D.	. DistanceBUILTEstimated cost of connection			
FLARE EXTENSION				
E. WPX Energy requests authorization to flare the Chaco 2308 061 #397H 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		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 2/7/18		
Signature Signature		By Deputy Oil & Gas Inspector,		
Printed Name & Title: LACEY GRANILLO- PERMIT TECH III		Title District #3		
E-mail Address: lacey.granillo@wpxenergy.com		Date 1/4/18		
Date:12/21/17 Telephone No. (505) 333-1816				
Gas-Oil ratio test may be required to verify estimated gas volume.				