

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

Form C-129
Revised August 1, 2011

Submit one copy to appropriate
District Office

NFO Permit 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, LLC

whose address is P.O. Box 640, Aztec NM 87410

hereby requests an exception to Rule 19.15.18.12 until 2/7/18 for the following described tank battery (or LACT):

Name of Lease: W Lybrook Unit 750H 30-045-35804 Name of Pool: Lybrook Mancos W

Location of Battery: Unit Letter F Section 13 Township 23N Range 9W

Number of wells producing into battery 6

B. Based upon oil production of 1031 barrels per day, the estimated * volume of gas to be flared is

418 mcf/d; Value \$1187 per day.

C. Name and location of nearest gas gathering facility:

Williams Field Service, H-28, Sec 33 T24N, R8W

D. Distance Built Estimated cost of connection _____

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

WPX Energy requests authorization to flare the W LYBROOK Unit #750H 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.

OIL CONS. DIV DIST. 3

DEC 20 2017

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 Lacey Granillo

Printed Name & Title: Lacey Granillo Permit Tech

E-mail Address: lacey.granillo@wpxenergy.com

Date 12/21/17 Telephone No. 505-333-1808

OIL CONSERVATION DIVISION

Approved Until 2/7/18

By [Signature]

Title Deputy Oil & Gas Inspector, District #3

Date 1/4/18

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