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)

whose address is: P.O. Box 640, Aztec, NM 87410, hereby requests an exception to Rule 19.15.18.12 until 2/31/18, for the following described tank battery (or LACT):
Name of Lease: N ESCAVADA UNIT #329H API- 30-043-21287 Name of Pool: N Escavada Unit; Mancos
Location of Battery: Unit Letter <u>I</u> Section <u>10</u> Township <u>22N</u> Range <u>7W</u>
Number of wells producing into battery4
B. Based upon oil production of <u>177</u> barrels per day, the estimated volume
of gas to be flared is 320 MCF/D; Value: \$944 per day.
C. Name and location of nearest gas gathering facility:
of gas to be flared is 320 MCF/D; Value: \$944 per day. C. Name and location of nearest gas gathering facility: Williams at Turtle Mountain, Sec 9, T23N, R08W
D. DistanceBUILTEstimated cost of connection
E. This exception is requested for the following reasons: Flare Extension
WPX Energy requests authorization to flare the <u>N ESCAVADA UNIT #329H</u> if a potential cross flow event may occur as a result of a nearby Frac activity on N ESCAVADA UNIT #311/312H . If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 1/31/18 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. <i>Per Dave M. (BLM) on 1/19/18: WPX can operate on verbal approval for flaring in the event of government shutdown</i> .
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
Signature By
Printed Name & Title Lacey Granillo, Permit Tech III Title DENIED
E-mail Addresslacey.granillo@wpxenergy.com Date Kate Pickford
Date: 1/22/18 Telephone No. (505) 333-1816

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