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

OIL CONS. DIV DIST. 3

JAN 2 4 2018

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)

Amended

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 $\frac{2}{28}$, 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 I Section 10 Township 22N Range 7W

Number of wells producing into battery ____4____

B. Based upon oil production of <u>177</u> barrels per day, the estimated volume

of gas to be flared is <u>320 MCF/D</u>; Value: <u>\$944</u> per day.

C. Name and location of nearest gas gathering facility:

Williams at Turtle Mountain, Sec 9, T23N, R08W

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 <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. *Per Dave M. (BLM) on 1/19/18: WPX can operate on verbal approval for flaring in the event of government shutdown*.

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 - 28 - 2018
Signature	By_ Charles
Printed Name & TitleLacey Granillo, Permit Tech III	Title SUPERVISOR DISTRICT #3 .
E-mail Addresslacey.granillo@wpxenergy.com	Date 3.28.18
Date: 1/24/18 Telephone No. (505) 333-1816	
* Gas-Oil ratio test may be required to verify estimated gas volume.	