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 $\frac{4/26/18}{1000}$, for the following described tank battery (or LACT):

	Name of Lease: Chaco 2308 24H #153H API- 30-045-35550 Name of Pool:	BASIN MANCOS	
	Location of Battery: Unit Letter <u>H</u> Section <u>24</u> Township <u>23N</u>	Range8W	
	Number of wells producing into battery2		
B.	Based upon oil production of $\underline{53}$ barrels per day, the estimated volume		
	of gas to be flared is 729 MCF/D; Value: \$1910 per day.	NMOCD	· vita,
C.	Name and location of nearest gas gathering facility:	MAR 1 6 2018	
	Williams at Turtle Mountain, Sec 9, T23N, R08W	DISTRICT 111	
D	Distance DIULT Estimated cost of connection		

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 Chaco 2308 24H #153H if a potential cross flow event may occur as a result of a nearby Frac activity on the Athena 2308 14L #2H (3004535633) belonging to Logos. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 3/26/18 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	Approved Until 4/26/18
is true and complete to the best of my knowledge and belief.	
Signature Signature	By Brd Pull
Printed Name	Title Deputy Oil & Gas Inspector,
& TitleLacey Granillo, Permit Tech III	District
E-mail Addresslacey.granillo@wpxenergy.com	Date 3/22/18
Date: 3/15/18 Telephone No. (505) 333-1816	

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