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, L	<u>LC</u>
whose address is: P.O. Box 640, Aztec, NM 87410,	
hereby requests an exception to Rule 19.15.18.12 until $\underline{4/26/18}$, for the following described tank battery (or LACT):	
Name of Lease: W LYBROOK Unit #704H API- 30-045-35728 Name of Pool: LYBROOK MANCOS W	
Location of Battery: Unit Letter M Section 8 Township 23N Range 8W	
Number of wells producing into battery6	
B. Based upon oil production of <u>411</u> barrels per day, the estimated volume	
of gas to be flared is 191 MCF/D; Value: \$5	525 per day.
C. Name and location of nearest gas gathering f	acility: MAR 1 6 2018
Williams at Turtle Mountain, Sec 9, T23N	, ROSW DISTRICT III
D. DistanceBUILTEstimated cost of connection	
E. This exception is requested for the following reasons: Flare Extension	
WPX Energy requests authorization to flare the W Lybrook Unit #704H 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 is true and complete to the best of my knowledge and belief.	Approved Until 4/26/18
Signature	By Brd Dell
Printed Name & TitleLacey Granillo, Permit Tech III	Deputy Oil & Gas Inspector, District #3
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.

