Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

GAS CAPTURE PLAN

Date:

 \Box Original

Operator & OGRID No.:

□ Amended - Reason for Amendment:_

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility – Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback	operations are complete, if g	as transporter system is in place.
The gas produced from production facility is dedicated to	and will be conne	ected tolow/high
pressure gathering system located in County, New M	Mexico. It will require	' of pipeline to connect the
facility to low/high pressure gathering system.	provides (periodically) to	a drilling, completion
and estimated first production date for wells that are sche	eduled to be drilled in the	foreseeable future. In addition,
and have periodic conference cal	ls to discuss changes to drilling	g and completion schedules. Gas
from these wells will be processed atProcess	sing Plant located in Sec	, Twn, Rng,
County, New Mexico. The actual flow of the gas with	ill be based on compression op	perating parameters and gathering
system pressures.		

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on _______system at that time. Based on current information, it is _______belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
 - Compressed Natural Gas On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines