rDistrict I
1625 N. French Dr., Hobbs, NM 88240
<u>District II</u>
811 S. First St., Artesia, NM 88210
<u>District III</u>
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) RCVD NOV 27 '13 WPX Energy Production, LLC Applicant: A. whose address is: P.O. Box 640, Aztec, NM 87410, hereby requests an exception to Rule 19.15.18.12 until 11/11/13, for the following described tank battery (or LACT): Name of Lease: Chaco 2206-02P #228H Name of Pool: Lybrook Gallup Location of Battery: Unit Letter P Section 02 Township 22N Range 6W Number of wells producing into battery ___One____ B. Based upon oil production of 300 barrels per day, the estimated volume of gas to be flared is 300 MCFD; Value: \$1000 per day. C. Name and location of nearest gas gathering facility: Williams Four Corners, LLC Gas Systems in SE qtr sec 2, T22N, R6W D. Distance **BUILT** Estimated cost of connection _____ E. This exception is requested for the following reasons: WPX is in the process of facilities construction. Also, the nitrogen content for this well is too high for sales and needs additional time to clean out. OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Approved Until 12-31-2017 Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature SUPERVISOR DISTRICT # 3 Printed Name Title & Title Heather Riley, Regulatory Specialist, Sr. NOV 3 0 2013 Date E-mail Address heather.riley@wpxenergy.com

Date: 11/27/2013

Telephone No. (505) 333-1822

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