

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)

OIL CONS. DIV DIST. 3

- A. Applicant Encana Oil & Gas (USA) Inc. NOV 14 2014
whose address is 370 17th Street, Suite 1700 Denver, CO 80202,
hereby requests an exception to Rule 19.15.18.12 for 30 days or until
12/15, Yr 2014, for the following described tank battery (or LACT):
API: 30-043-21175
Name of Lease Lybrook M28-2306 02H Name of Pool Lybrook Gallup
Location of Battery: Unit Letter M Section 28 Township 23N Range 6W
Number of wells producing into battery 3
- B. Based upon oil production of 240 barrels per day, the estimated * volume
of gas to be flared is 39,000 MCF; Value \$2925 per day.
- C. Name and location of nearest gas gathering facility:
Lybrook Trunk CDP
- D. Distance N/A Estimated cost of connection Already Connected
- E. This exception is requested for the following reasons: _____
The wells early production is being impacted by high backpressure on
the gas gathering line. The wells should optimally be produced with
minimum backpressure during early life to ensure proper load water recovery.

OPERATOR 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. Signature <u>Cristi Bauer</u> Printed Name & Title <u>Cristi Bauer, Operations Technician</u> E-mail Address <u>cristi.bauer@encana.com</u> Date _____ Telephone No. <u>720-876-5867</u>	OIL CONSERVATION DIVISION Approved Until <u>12-1-2014</u> By <u>Charles Herrin</u> Title <u>SUPERVISOR DISTRICT # 3</u> Date <u>NOV 14 2014</u>
--	--

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