

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 **1/15/17**, for the following described tank battery (or LACT):

Name of Lease: **CHACO 2206-16I #224H API-30-043-21161** Name of Pool: **Lybrook Gallup**

Location of Battery: Unit Letter **I** Section **16** Township **22N** Range **6W**

Number of wells producing into battery **1**

B. Based upon oil production of **15** barrels per day, the estimated volume

of gas to be flared is **50 MCFD**; Value: **\$138** 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 **19,500** Estimated cost of connection **\$700,000**

E. This exception is requested for the following reasons:

WPX Energy requests authorization to flare the **CHACO 2206-16I #224H** if a potential cross flow event may occur as a result of a nearby Frac activity on **CHACO 2206-16A #221H**. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as **12/15/16 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

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 

Printed Name
& Title **Lacey Granillo Permit Tech III**

E-mail Address **lacey.granillo@wpxenergy.com**

Date: **12/12/16** Telephone No. **(505) 333-1808**

OIL CONSERVATION DIVISION

Approved Until **1-14-2017**

By 

Title **SUPERVISOR DISTRICT #3**

Date **DEC 14 2016**

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

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OIL CONS. DIV DIST. 3
DEC 12 2016