<u>District I</u> 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, LI		OIL CONS. DIV DIST. 3 OCT 2 4 2017
whose address is: P.O. Box 640, Aztec, N		<u>M 87410,</u>	001 24 2017
(or LA	hereby requests an exception to Rule 19.15.18.12 until <u>11/27/17</u> , for the following described tank battery ACT):		
	Name of Lease: <u>STATE 2207 36D #193H API- 30-043-21308</u> Name of Pool: <u>WC 22N7W36; GALLUP (O)</u>		
	Location of Battery: Unit Letter <u>D</u> Section <u>36</u> Township <u>22N</u> Range <u>7W</u>		
	Number of wells producing into battery1		
В.	Based upon oil production of $\underline{150}$ barrels per day, the estimated volume		
	of gas to be flared is 150 MCF/D; Value: \$438 per day.		
C.	Name and location of nearest gas gathering facility:		
	Williams Trunk T Line, Sec 21, T22N, R07W		
D.	Distance Pending Estimated cos	st of connection Pending	
E.	This exception is requested for the following reasons: Flare Extension		
WPX Energy requests authorization to flare this well for an additional 30 days. Original expiration is 10/27/17. WPX is evaluating a Flarecatcher unit from Pioneer Energy that has the potential to reduce flaring and emissions on location. There is a high likelihood that they will not have a Flarecatcher unit small enough to process the minimal amount of gas production at the 193H, as a result, we are actively evaluating alternative options to reduce flaring on location. A BLM pipeline ROW approval is needed for this well. WPX and the FFO BLM have been working together for several months on a new permitting approach in which multiple projects are submitted within a large Master Development Plan (MDP). The pipeline for this location was included in the very first MDP which was submitted to BLM on 9-15-2017. The EA (environmental assessment/NEPA document) is on track to be submitted to BLM this week for processing and approval. Date of first production/flare: 1st Delivered on September 1, 2017, 1st Drill Out on August 28, 2017. Total flare to date (57 days): 6,225 mcf Total lease use: 0 mcf Estimated gas production: 150 mcf/day			
OPERATOR		OIL CONSERVATION DIVISION	
I hereby cortify that the rules and regulations of the Oil Conservation			7
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 1/27-20/7			/
Signature B		By Charl Har	
Printed Name		Title SUPERVISOR DIST	RICT #3
& Titlel	Lacey Granillo, Permit Tech III	Date 10.24-17	
E-mail Addres	s lacey.granillo@wpxenergy.com	Danc 100 11	

Date: 10/24/17

Telephone No. (505) 333-1816



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