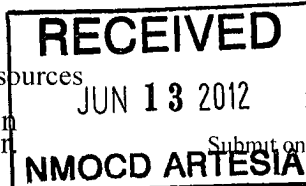


District I
1625 N French Dr, Hobbs, NM 88240
District II
811 S. First St, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St Francis Dr, Santa Fe, NM 87505

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

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)

30-015-39498

- A. Applicant OXY PERMIAN,
whose address is 1502 W. Commerce Dr.,
hereby requests an exception to Rule 19.15.18.12 for 50 days or
until July 31, Yr 12, for the following described tank battery (or LACT):
Name of Lease PIGLET 21-2 Name of Pool N/A
Location of Battery: Unit Letter O Section 21 Township 17S Range 28E
Number of wells producing into battery 1
- B. Based upon oil production of 85 barrels per day, the estimated * volume
of gas to be flared is 100 MCF; Value N/A per day.
- C. Name and location of nearest gas gathering facility:
PIGLET 21-3
- D. Distance ON SITE Estimated cost of connection N/A
- E. This exception is requested for the following reasons: DCP will not purchase the gas at this time. Oxy
will need to flare until permanent facilities are finished being built and while DCP has us shut in.

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: Chris Jones
& Title HES Specialist

E-mail Address Christopher_Jones@oxy.com

Date 6-11-12 Telephone No. (575)628-4121

OIL CONSERVATION DIVISION

Approved Until July 31 - 2012

By ADade

Title Dist. II Supervisor

Date 7/5/12

COA: See 2nd Page

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

**NEW MEXICO OIL CONSERVATION DIVISION
DISTRICT 2 OFFICE
811 SOUTH FIRST STREET
ARTESIA, NM 88210
(575)748-1283**

CONDITIONS OF APPROVAL for FLARING or VENTING GAS

1. Venting gas is absolutely not allowed.
2. Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
3. Flared volumes of gas are to be metered & reported.
4. Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
5. Flares WILL NOT be left unattended.
6. No flaring operations to be conducted during red-flag days.
<http://www.gacc.nifc.gov/swcc> (go to "Predictive Services" on SWCC website) to check for red flag warnings.
7. Follow safe practices for flaring guidelines.
8. Permit may be rescinded at any time by NMOCD.
9. If well is able to be connected to a gas gathering system, it will be done so as soon as possible.

Your initials here

