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 DEVON ENERGY PRODUCTION CO., LP 015-39819 015-39896 015-39994 015-40012,

whose address is 333WEST SHERIDAN AVENUE, OKLAHOMA CITY, OK 73102,

hereby requests an exception to Rule 19.15.18.12 for ___additional 90_____days or until

_____, Yr _____, for the following described tank battery (or LACT):

Name of Lease Shaqtus 26 State Name of Pool Lost Tank; Delaware

Location of Battery: Unit Letter ___D___ Section ___35___ Township ___21S___ Range ___31E___

Number of wells producing into battery _____4_____

B. Based upon oil production of _____2000_____barrels per day, the estimated * volume of gas to be flared is _____1600_____MCF; Value _____per day.

C. Name and location of nearest gas gathering facility:

_____

D. Distance _____ Estimated cost of connection _____

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E. This exception is requested for the following reasons: At the moment, pressure rating of the pipeline segments are insufficient to take all the produced gas in the area. Requesting flare permission for excess gas until alternate gas markets can be accessed or pipeline infrastructure improvements are completed. Total gas deliverability at this battery is in excess of 2MMCFD; Devon will flare only as much as required to avoid over-pressuring the pipeline.

OPERATOR	OIL CONSERVATION DIVISION
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.	Approved Until March 31 - 2013
Signature	By A Wade
Printed Name & Title David H. Cook, Regulatory Specialist	Title Dist II Supervisor
E-mail Address: david.cook@dvn.com	Date 12/21/2012
Date 12/19/2012 Telephone No. 405-552-7848	

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