Submit I Copy To Appropriate District Office	st St	ate of New Me	exico	Form C-103		
District I ~ (575) 393-6161	•••	Energy, Minerals and Natural Resources		WELL ADINO	Revised August 1, 2011	
1625 N. French Dr., Hobbs, NM 8824 <u>District II</u> – (575) 748-1283				WELL API NO		
811 S. First St., Artesia, NM 88210		OIL CONSERVATION DIVISION			e of Lease	
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 8741	10	1220 South St. Francis Dr.			✓ FEE	
District IV – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM		anta Fe, NM 87	7303	6. State Oil & O	Gas Lease No.	
87505 SUNDRY N	IOTICES AND REPO	RTS ON WELLS		7. Lease Name	or Unit Agreement Name	
(DO NOT USE THIS FORM FOR PR DIFFERENT RESERVOIR. USE "AI PROPOSALS.)	D State 74 Batte	ry				
1. Type of Well: Oil Well	Gas Well O	ther		8. Well Numbe		
Name of Operator Apache Corporation				9. OGRID Nun 873		
3. Address of Operator				10. Pool name	or Wildcat	
303 Veterans Airpark Lane, Sui	te 3000 Midland, TX	79705		Yeso		
4. Well Location		4l	15	£		
Unit Letter_K Section 35			line and inge 28E	NMPM	rom theline	
Section 35			RKB, RT, GR, etc.,		County Eddy	
**************************************	ti. Elevation (S	mon whether BR,			3172 1333	
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data						
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:						
PERFORM REMEDIAL WORK	к	ALTERING CASING				
TEMPORARILY ABANDON	☐ CHANGE PLAN		COMMENCE DRI	LLING OPNS	P AND A	
PULL OR ALTER CASING	☐ MULTIPLE COM	MPL 🗌	CASING/CEMENT	TJOB □ _₫	٠,,,	
DOWNHOLE COMMINGLE					•	
OTHER: Flare Gas		7	OTHER:		. 🗆	
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.						
Apache is requesting permissi	-	the D State 74 Ba	ttery. The API# for	each well are as fo	ollows:	
30-015-31426 30	0-015-40232					
	0-015-40232 0-015-40233					
	0-015-40234				DECENTER	
	0-015-40235 0-015-40236			- 1	RECEIVED	
	0-015-40230 0-015-40237				APR 1 0 2014	
	0-015-40238				71 1 2 0 2014	
	0-015-40239 0-015-40136			N	MOCD ARTESIA	
30-013-40231	0-013-40130			(A SERVICE OF THE PROPERTY OF T	
Spud Date:		Rig Release Da	te:			
		rig release bu				
I hereby certify that the information	tion above is true and	complete to the be	est of my knowledge	e and belief.		
SIGNATURE SIGNATURE		TITLE_Regula	atory Analyst II		OATE 04/08/2014	
Type or print name Fatima Vas For State Use Only	quez	_ E-mail address	: Fatima.Vasquez@apa	achecorp.com P	HONE: (432) 818-1015	
APPROVED BY:	Tall	TITLE ()	57 (Sept	WW D	ATE 4-10-14	
Conditions of Approval (if any):	:		<i>V</i>			
		1				

A See Attached COA'S

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)

Α.	Applicant Apache Corporation		,					
	whose address is 1945 Bluestem Road, Artesia, NM 88210							
	hereby requests an exception to Rule 19.15.1		days or until					
	, Yr, for the following described tank battery (or LACT):							
	Name of Lease D State 74 Battery	Name of Pool						
	Location of Battery: Unit LetterK	Section 35 Township 17S Range	28E					
	Number of wells producing into battery	18						
B.	Based upon oil production of							
	of gas to be flared is1.2M	MCF; Value	per day.					
C.	Name and location of nearest gas gathering facility: DCP Artesia							
D.	DistanceEstimated cost of connection							
E.	This exception is requested for the following reasons: This is for an extension to the							
	previous one that will expire April 30, 2014.							
Division have be	nat the rules and regulations of the Oil Conservation en complied with and that the information given above ete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION Approved Until July 31 20	14					
Signature		By Dade						
Printed Name & Title	Fatima Vasquez - Regulatory Analyst II	Title 157 HS caperis	^					
E-mail Addres	Fatima.Vasquez@apachecorp.com	Date 4-10-14						
Date 04/08/2	2014 Telephone No. (432) 818-1015	* See Affected C	DAS					

^{*} 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.
- 10. Flaring of gas is prohibited. The State Forester grants an exception to the prohibition on open fires for the flaring of natural gas when the following conditions are met. Unless flaring is needed for safety purposes, flaring pursuant to this exception shall not be done on days that are "red flag days" as determined by the National Weather Service or on days when the sustained wind is in excess of 25 miles per hour in the area.
- 11.1. The day is not a "red flag day" as determined by the National Weather Service and the sustained wind is not in excess of 25 miles per hour in the area.

- 12.2. The local fire department and county dispatch are notified at least 24 hours in advance of anticipated releases that will result in flaring. If flaring is done by an automated system then the schedule of flaring shall be provided to the local fire department and county dispatch. The area is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of one and one half times the height of the stack.
- 13.3. At least one adult is on site with communications equipment adequate to reach county dispatch and the local fire department in the event of a fire. The individual should also be equipped with a shovel and a water backpack pump or other equipment to deliver water to suppress a fire.
- 14.4. If flaring is to take place at an unmanned facility, then the area around the flare stack is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of three times the height of the stack.

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin
Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

March 7, 2014

FOR IMMEDIATE RELEASE
Contact: Jim Winchester (505)231-8800 E-Mail: <u>jim.winchester@state.nm.us</u>

Notice to Oil and Gas Facilities and Operators Flaring Gas in New Mexico

SANTA FE, NM – The Oil Conservation Division (OCD) encourages all oil and gas facilities with flare stacks and well operators that are flaring gas to upgrade their *Fire Awareness Programs* this year. New Mexico State Forestry reports that 362 fires burned 6,879 acres on state and private land in calendar year 2013.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures are expected to be higher than normal.

Open flames and gas flares should be monitored carefully and oil and gas operators should create a defensible space to help prevent wildfires. Defensible Space is the area around a structure where combustible vegetation that can spread fire has been cleared, reduced or replaced. This space acts as a barrier between a structure and an advancing wildfire.

This means that as a general rule of thumb, the area around staffed flaring facilities should be mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris should be cleared in the area for a distance of at least one and one half times the height of the stack.

If flaring is to take place at an unstaffed facility, then the mowed area around the flare stack should be increased to three times the height of the stack. On "red flag" days local fire departments should be notified prior to the flaring operations.

During the course of the upcoming fire season, it may become necessary for New Mexico State Forestry to issue fire restriction on State and private land. Log on to www.nmforestry.com for updates or to get information on how contact your local State Forestry District office.

For the latest fire weather information please visit USDA Forest Service website: http://gacc.nifc.gov/swcc/predictive/outlooks/monthly/swa_monthly.pdf

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The Energy, Minerals and Natural Resources Department provides resource protection and renewable energy resource development services to the public and other state agencies.