ubmit 1 Copy To Appropriate District State of New Mexico		Form C-103		
District I – (575) 393-6161 Energy, Minerals and Natural Resources			Revised July 18, 2013 WELL API NO. 30-015-41460	
District II - (575) 748-1283 OIL CONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 District III - (505) 334-6178 District III - (505) 334-6178 1220 South St. Francis Dr.		5. Indicate Type of Lease STATE 7 FEE		
1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV – (505) 476-3460 Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM Santa Fe, NM 87505			6. State Oil & G	
87505 SUNDRY NOTICES AND REP			7. Lease Name of	r Unit Agreement Name
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL O DIFFERENT RESERVOIR. USE "APPLICATION FOR PERI PROPOSALS.)	JAGUAR STATE BATTERY			
1. Type of Well: Oil Well 🖌 Gas Well	 8. Well Number 9. OGRID Number 			
2. Name of Operator Apache Corporation			873	
3. Address of Operator 303 Veterans Airpark Lane, Suite 1000 Midland, TX 79705			10. Pool name or Wildcat EMPIRE; GLORIETA-YESO, EAST (96610)	
4. Well Location				
Unit Letter leet	from the mship 17S Ra	line and inge 29E	feet fromfeet fromffeet fromffeet fromffeet fromffeet from	om thelineline
	(Show whether DR,			
12. Check Appropriate B	ox to Indicate N	ature of Notice,	Report or Other	Data
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK DUID ADDITION PLUG AND ABANDON REMEDIAL WORK DIAL TERING CASING				
				P AND A
PULL OR ALTER CASING DOWNHOLE COMMINGLE	ompl 📋	CASING/CEMEN		
CLOSED-LOOP SYSTEM OTHER: Flare OTHER: OTHER:				··· ··· П
 Describe proposed or completed operations of starting any proposed work). SEE RULL proposed completion or recompletion. 	. (Clearly state all	pertinent details, ar		
Apache is requesting permission to flare gas from the flaring. Wells included in the above battery are as follo		due to DCP gas pla	ant maintenance. G	as will be measured prior to
JAGUAR STATE #001 30-015-41454 JAGUAR STATE #002 30-015-41455 JAGUAR STATE #003 30-015-41460 JAGUAR STATE #004 30-015-41464				
Spud Date:	Die Delesse D			
	Rig Release D			
I hereby certify that the information above is true ar	nd complete to the h	est of my knowled	ge and helief	
$\bigcap l$				
SIGNATURE ang Func	TITLE Regula	atory Analyst I	D	АТЕ 09/19/2014
Type or print name Palge Futrell E-mail address: Palge.Futrell@ap			achecorp.com P	HONE: (432) 818-1893
For State Use Only APPROVED BY: Conditions of Approval (if any):	TITLE Δ	TSyp	with D	ATE 9-19-14
A See A the	hed (OH	45		

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.

i

(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)

А.	Applicant Apache Corporation				
	whose address is132336 Lovington Hv	vy Loco Hills NM, 88255			
	hereby requests an exception to Rule 19.15.15	8.12 fordays or unti			
	, Yr, for the following described tank battery (or LACT): Name of Lease Jaguar State Name of Pool Yeso				
		Section Township Range			
	Number of wells producing into battery	4			
B. Based upon oil production of		barrels per day, the estimated * volume			
	of gas to be flared is1841	MCF; Value per day.			
C.	DCP	acility:			
D.	Distance Estimated cost of connection				
E.	This exception is requested for the following to maintenance.	reasons: Gas plant cannot take our gas due			
		······································			
	x	· · · · ·			
ivision have l	R / that the rules and regulations of the Oil Conservation been complied with and that the information given above uplete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION Approved Until Oct 31 2014			
ignature	aig fut	By KNDODe			
rinted Nam Title	Paige Futrell - Regulatory Analyst I	Title DIST IP Seperison			
-mail Addı	paige.futrell@apachecorp.com	Date 9-19-2014			
09/19	9/2014 Telephone No. (432) 818-1893				
Gas-Oil ra	ntio test may be required to verify estimated gas See Attached COA	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. <u>http://www.gacc.nifc.gov/swcc</u> (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. <u>Flaring of gas is prohibited</u>, 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.

Your initials here

/ / 2011

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary Jami Balley, 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: jim.winchester@state.nm.us

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 <u>www.nmforestry.com</u> 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

###

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