

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) 30-043-21149

RCVD NOV 1 '13
OIL CONSERV. DIV.
DIST. 3

A. Applicant: WPX Energy Production, LLC

whose address is: P.O. Box 640, Aztec, NM 87410,

hereby requests an exception to Rule 19.15.18.12 until 11/30/13, for the following described tank battery (or LACT):

Name of Lease: CHACO 2206-02H #225H

Name of Pool: Lybrook Gallup

Location of Battery: Unit Letter P Section 02 Township 22N Range 6W

Number of wells producing into battery Two

B. Based upon oil production of 310 barrels per day, the estimated volume of gas to be flared is 250 MCFD; Value: \$840 per day.

C. Name and location of nearest gas gathering facility:

Williams Four Corners, LLC Gas Systems in SE qtr sec 2, T22N, R6W

D. Distance 500' Estimated cost of connection \$22,800.00

E. This exception is requested for the following reasons: Please see attached

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 Heather Riley

Printed Name
& Title Heather Riley, Regulatory Specialist, Sr.

E-mail Address heather.riley@wpxenergy.com

Date: 10/31/13 Telephone No. (505) 333-1822

OIL CONSERVATION DIVISION

Approved Until 12-1-2013

By Charles

Title SUPERVISOR DISTRICT #3

Date 11-1-2013

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

WPX Energy is requesting an exception to the no-flare rule.

The subject well is a horizontal well which is approximately 500' from the nearest proposed (being constructed) gathering system, this well will flow into the Williams Four Corners Gas System which is currently being constructed. The estimated "tie in" date for the well is 11/30/13.