

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: **WPX Energy Production, LLC**

RCUD OCT 9 '14

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

OIL CONS. DIV.

DIST. 3

hereby requests an exception to Rule 19.15.18.12 until 10/22/14, for the following described tank battery (or LACT):

Name of Lease (3 locations): **Chaco 4-2 CDP; Chaco 2306-06L #178H, Chaco 2306-06L #179H, and Chaco 2306-06L #239H well pad; Chaco 2408-36P #143H (See Attachment for API Numbers)**

Name of Pool: **Lybrook Gallup**

Location of Battery: (See Attachment)

Number of wells producing into battery: (See Attachment)

B. Based upon oil production of (See Attachment) barrels per day, the estimated volume of gas to be flared is (See Attachment); Value: (See Attachment) per day.

C. Name and location of nearest gas gathering facility:

\_\_\_\_ (See Attachment) \_\_\_\_\_

D. Distance \_\_\_\_ BUILT \_\_\_\_ Estimated cost of connection \_\_\_\_\_

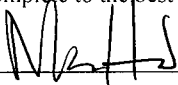
E. This exception is requested for the following reasons:

WPX Energy requests authorization to flare these wells due to an expected outage at the Enterprise Chaco Plant beginning on Tuesday, October 14, 2014. The plant is scheduled to be back in service October 22, 2014, for an approximate outage of 8 days. WPX is planning to flare during this entire period. The three locations that WPX Energy is requesting flaring authorization are the Chaco 4-2 CDP, the Chaco 2306-06L #178H/#179H/#239H well pad, and the Chaco 2408-36P #143H well pad. The attached spreadsheet lists the source wells and their associated flare locations. The spreadsheet includes the oil production (in bbls per day) and the gas volume (MCF per day) for each associated well, in addition to the oil production and gas volume associated to each flare location. WPX is requesting authorization to flare at these locations until the Enterprise Chaco Plant is in operation. All applicable royalties and taxes will be paid on all flared gas.

### 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

& Title Mark Heil, Regulatory Specialist

E-mail Address mark.heil@wpxenergy.com

Date: 10/8/2014

Telephone No. (505) 333-1806

### OIL CONSERVATION DIVISION

Approved Until

10-23-2014

By



Title

SUPERVISOR DISTRICT # 3

Date

OCT 09 2014

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

Well Name	API Number	Lease Number	Location of Flare	Oil Production (bbls/day)	Gas Production to flare (MCF/day)	Estimated Cost/Day	Location of Battery	Number of Wells Producing into Battery	Nearest Gathering Facility
CHACO 2306-19M #190H	30-043-21189	NMSF078360	Gas will flow into the Chaco 4-2 CDP	221	444	\$ 1,776.00	Sec 19M T23 R06W	-	-
CHACO 2306-19M #191H	30-043-21139	NMSF078360	Gas will flow into the Chaco 4-2 CDP	81	396	\$ 1,584.00	Sec 19M T23 R06W	-	-
CHACO 2306-20L #206H	30-043-21190	NMSF078360	Gas will flow into the Chaco 4-2 CDP	287	1880	\$ 7,520.00	Sec 20L T23N R06W	-	-
CHACO 2306-20L #207H	30-043-21191	NMSF078360	Gas will flow into the Chaco 4-2 CDP	207	1130	\$ 4,520.00	Sec 20L T23N R06W	-	-
CHACO 2306-20M #208H	30-043-21170	NMSF078360	Gas will flow into the Chaco 4-2 CDP	129	873	\$ 3,492.00	Sec 20M T23N R06W	-	-
CHACO 2306-19E #188H	30-043-21136	NMSF078360	Gas will flow into the Chaco 4-2 CDP	571	1337	\$ 5,348.00	Sec 19E T23N R06W	-	-
CHACO 2306-19E #189H	30-043-21188	NMSF078360	Gas will flow into the Chaco 4-2 CDP	454	781	\$ 3,124.00	Sec 19E T23N R06W	-	-
CHACO 2306-19E #205H	30-043-21204	NMSF078360	Gas will flow into the Chaco 4-2 CDP	236	1467	\$ 5,868.00	Sec 19E T23N R06W	-	-
CHACO 4-2 CDP	-	-	Flare Site	2186	8308	\$ 33,232.00	Sec 12D T23N R07W	8	Beeline Gas Systems, Sec 12, T23N, R07W
CHACO 2306-06L #178H	30-039-31200	NMSF078362	Gas will flow into the Chaco 2306-06L #178H/#179H/#239H well pad	112	406	\$ 1,624.00	Sec 06L T23N R06W	-	-
CHACO 2306-06L #179H	30-039-31190	NMSF078362	Gas will flow into the Chaco 2306-06L #178H/#179H/#239H well pad	112	881	\$ 3,524.00	Sec 06L T23N R06W	-	-
CHACO 2306-06L #239H	30-039-31204	NMSF078362	Gas will flow into the Chaco 2306-06L #178H/#179H/#239H well pad	133	314	\$ 1,256.00	Sec 06L T23N R06W	-	-
Chaco 2306-06L #178H/#179H/#239H Flare	-	-	Flare Site	357	1601	\$ 6,404.00	Sec 06L T23N R06W	3	Beeline Gas Systems, Sec 12, T23N, R07W
Chaco 2408-36P #143H	30-045-35474	L029860001	Flare Site	61	164	\$ 656.00	Sec 36P T24N R08W	1	Beeline Gas Systems, Sec 12, T23N, R07W

Well Name	SHL/BHL	County
CHACO 2306-19M #190H	SHL: 1205' FSL & 243' FWL BHL: 1581' FSL & 226' FWL	Sandoval
CHACO 2306-19M #191H	SHL: 1236' FSL & 287' FWL BHL: 382' FSL & 342' FWL	Sandoval
CHACO 2306-20L #206H	SHL: 2133' FSL & 158' FWL BHL: 2362' FNL & 230' FEL	Sandoval
CHACO 2306-20L #207H	SHL: 2115' FSL & 170' FWL BHL: 1580' FSL & 64' FEL	Sandoval
CHACO 2306-20M #208H	SHL: 485' FSL & 155' FWL BHL: 451' FSL & 231' FWL	Sandoval
CHACO 2306-19E #188H	SHL: 1779' FNL & 302' FWL BHL: 930' FNL & 222' FWL	Sandoval
CHACO 2306-19E #189H	SHL: 1757' FNL & 303' FWL BHL: 2196' FNL & 227' FWL	Sandoval
CHACO 2306-19E #205H	SHL: 1801' FNL & 302' FWL BHL: 1382' FNL & 231' FEL	Sandoval
CHACO 4-2 CDP	NA	
CHACO 2306-06L #178H	SHL: 1691' FSL & 572' FWL BHL: 1496' FSL & 250' FWL	Rio Arriba
CHACO 2306-06L #179H	SHL: 1680' FSL & 591' FWL BHL: 369' FSL & 229' FWL	Rio Arriba
CHACO 2306-06L #239H	SHL: 1704' FSL & 517' FWL BHL: 2586' FNL & 230' FWL	Rio Arriba
Chaco 2306-06L #178H/#179H/#239H Flare		Rio Arriba
Chaco 2408-36P #143H	SHL: 782' FSL & 244' FEL BHL: 2254' FSL & 230' FWL	San Juan