

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)

**OIL CONS. DIV DIST. 3**

A. Applicant Encana Oil & Gas (USA) Inc. NOV 14 2014

whose address is 370 17th Street, Suite 1700 Denver, CO 80202,

hereby requests an exception to Rule 19.15.18.12 for 30 days or until

12/15, Yr 2014, for the following described tank battery (or LACT):

API: 30-043-21178  
Name of Lease Lybrook M28-2306 01H Name of Pool Lybrook Gallup

Location of Battery: Unit Letter M Section 28 Township 23N Range 6W

Number of wells producing into battery 3

B. Based upon oil production of 300 barrels per day, the estimated \* volume  
of gas to be flared is 24,000 MCF; Value \$1800 per day.

C. Name and location of nearest gas gathering facility:

Lybrook Trunk CDP

D. Distance N/A Estimated cost of connection Already Connected

E. This exception is requested for the following reasons: \_\_\_\_\_

The wells early production is being impacted by high backpressure on  
the gas gathering line. The wells should optimally be produced with  
minimum backpressure during early life to ensure proper load water recovery.

<b>OPERATOR</b> 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 <u>Cristi Bauer</u> Printed Name & Title <u>Cristi Bauer, Operations Technician</u> E-mail Address <u>cristi.bauer@encana.com</u> Date _____ Telephone No. <u>720-876-5867</u>	<b>OIL CONSERVATION DIVISION</b> Approved Until <u>12-1-2014</u> By <u>Chad Bern</u> Title <u>SUPERVISOR DISTRICT # 3</u> Date <u>NOV 14 2014</u>
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\* Gas-Oil ratio test may be required to verify estimated gas volume.