

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: **WPX Energy Production, LLC**

MAY 11 2015

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

hereby requests an exception to Rule 19.15.18.12 until 6/8/15, for the following described tank battery (or LACT):

Name of Lease: **CHACO 2206-02H #225H API-30-043-21149** Name of Pool: **Lybrook Gallup**

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

Number of wells producing into battery 3

B. Based upon oil production of 60 barrels per day, the estimated volume of gas to be flared is **1500 MCFD**; Value: **\$3855** 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 BUILT Estimated cost of connection

E. This exception is requested for the following reasons: WPX Energy requests authorization to flare the **Chaco 2206 02H #225H** due to an inter-well communication as a result of a nearby Frac activity on the **Gallo Canyon Unit 027 2306 #1H**, belonging to EnCana. The inter-well communication has occurred with results of nitrogen content above Williams pipeline standards, flaring may begin as soon as **5/8/15**, given approval. The well would flare for up to 30 days. A gas sample has been collected & submitted to NMOCD.

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 Marie E. Jaramillo

Printed Name Marie E. Jaramillo & Title: Permit Tech

E-mail Address: marie.jaramillo@wpxenergy.com

Date: 5/6/15 Telephone No. (505) 333-1808

OIL CONSERVATION DIVISION

Approved Until 6-8-2015

By Charles H. 5-8-15

Title SUPERVISOR DISTRICT #3

Date MAY 08 2015

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

KC