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

NFO Permit

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

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, L	LC
whose address is: P.O. Box 640, Aztec, N	M 87410,
hereby requests an exception to Rule 19.15.18.12 until 11/12/15, for the following described tank battery (or LACT):	
Name of Lease: NE CHACO COM #187H API-30-039-31208 Name of Pool: Chaco Unit NE HZ (Oil)	
Location of Battery: Unit Letter I	Section 13 Township 23N Range 7W
Number of wells producing into battery	
B. Based upon oil production of <u>63</u> barrels per	day, the estimated volume
of gas to be flared is 1200 MCF/D; Value:	01L CONS. DIV DIST. 3
C. Name and location of nearest gas gathering t	facility: 0CT 07 2015
Chaco Trunk 4-2 CDP, Sec 12, T23N, R07W	
D. Distance BUILT Estimated cost of connection	
E. This exception is requested for the following reasons: 1st Emergency Flare Extension	
WPX Energy requests authorization to flare the <u>NE CHACO COM #187H</u> if a potential cross flow event may occur as a result of a nearby Frac activity on the NE CHACO COM #903H . If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 10/12/15 for 30 days , given approval. A gas sample will be collected upon the confirmation of the cross flow and sent to a third party for results of the gas analysis. The gas analysis will submitted upon receipt.	
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation	OIL CONSERVATION DIVISION
Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.	Approved Until
Signature	n Child
Printed Name	By Chah H
& TitleLacey Granillo Permit Tech III	Title SUPERVISOR DISTRICT #3
E-mail Addresslacey.granillo@wpxenergy.com	Date OCT 0 8 2015
Date: 10/6/15 Telephone No. (505) 333-1816	

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