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

## **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

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

JAN 05 2016

hereby requests an exception to Rule 19.15.18.12 until <u>2/6/16</u>, for the following described tank battery (or LACT):

|    | Name of Lease: NW Lybrook Unit #143H API-30-045-35474 Name of Pool: Lybrook Unit NW I |  |  |  |  |
|----|---|--|--|--|--|
|    | Location of Battery: Unit Letter P Section 36 Township 24N Range 8W                   |  |  |  |  |
|    | Number of wells producing into battery6   |  |  |  |  |
| B. | Based upon oil production of $3\underline{0}$ barrels per day, the estimated volume   |  |  |  |  |
|    | of gas to be flared is 300 MCF/D; Value: \$558 per day.                               |  |  |  |  |
| C. | Name and location of nearest gas gathering facility:                                  |  |  |  |  |
|    | Beeline, Sec 35 & 36, T24N, R8W   |  |  |  |  |
| D. | DistanceBUILTEstimated cost of connection   |  |  |  |  |
| E. | This exception is requested for the following reasons: 1st Emergency Flare            |  |  |  |  |

WPX Energy requests authorization to flare the **NW Lybrook Unit #143H** due to an inter-well communication as a result of a nearby Frac activity on the **Chaco 23 08 03 #1H & Chaco 23 08 03 #2H,** belonging to Energen. The inter-well communication has occurred with results of nitrogen content above Beeline pipeline standards, flaring may begin as soon as **1/5/16**, given approval. The well would flare for up to 30 days. A gas sample will be collected & submitted.

| OPERATOR   | OIL CONSERVATION DIVISION     |
|--|-------------------------------|
| 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. | Approved Until $2 - 5 - 20/6$ |
| Signature / Wall   | By Charl Hern                 |
| Printed Name<br>& Title: <u>Marie E. Jaramillo, Permit Tech III</u>  | Title SUPERVISOR DISTRICT #3  |
| E-mail Address: mariejaramillo@wpxenergy.com   | Date JAN 0 5 2016             |
| Date: 1/4/15 Telephone No. (505) 333-1808  |                               |

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