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

Date: 3/6/17

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, LLC		
		whose address is: P.O. Box 640, Aztec, NM 87410,		
	(or LA	hereby requests an exception to Rule 19.15.18.12 until $\underline{4/12/17}$, for the following described tank battery CT):		
		Name of Lease: MC 3 COM #284H API-30-045-35607 Name of Pool: Nageezi Gallup/Basin MC		
		Location of Battery: Unit Letter L Section 04 Township 23N Range 8V	<u>v</u>	
		Number of wells producing into battery5	-	
0	В.	Based upon oil production of 80 barrels per day, the estimated volume		
		of gas to be flared is <u>268 MCF/D</u> ; Value: <u>\$769</u> per day. OIL CONS. DIV DIST.	3	
	C.	Name and location of nearest gas gathering facility: MAR 0 7 2017		
		Beeline, Sec 16, T23N, R08W		
	D.	DistanceBUILTEstimated cost of connection		
		EMERGENCY FLARE EXTENSION		
E. WPX Energy requests authorization to flare the MC 3 COM #284H if a potential cross flow event may occur as a result of a nearby Frac activity on W Lybrook 703H/704H/711H/713H/743H/744H. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, flaring may begin as soon as 3/12/17 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 be submitted upon receipt.				
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:LACEY GRANILLO- PERMIT TECH III		Approved Until 4-12-2017 Approved Until 4-12-2017 By Check H. Title SUPERVISOR DISTRICT #3		
E-m	ail Addr	lress: lacey.granillo@wpxenergy.com Date MAR 1 2 2011		

Telephone No. (505) 333-1816

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