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	<u>LC</u>	
		whose address is: P.O. Box 640, Aztec, N	<u>M 87410,</u>	
	(or LA	* *	8.12 until <u>4/23/17</u> , for the following described tank battery	
		Name of Lease: CHACO 2308-03L #405H AP	<u>YI-30-045-35538</u> Name of Pool: <u>Nageezi Gallup (330')</u>	
B.		Location of Battery: Unit Letter <u>L</u>	Section 3 Township 23N Range 8W	
		Number of wells producing into battery2		
	B.	Based upon oil production of 48 barrels per o	lay, the estimated volume	
		of gas to be flared is 212 MCF/D; Value: \$5		
	C.	Name and location of nearest gas gathering f	acility: OIL CONS. DIV	
		Williams at Turtle Mountain, Sec 9, T23N, R08W		
٠	D. DistanceBUILTEstimated cost of connection		st of connection	
E. This exception is requested for the following reasons: WPX Energy requests authorization to flare the <u>CHACO 2308-03L #405H</u> if a potential cross flow event may or result of a nearby Frac activity on W Lybrook 701H/702H . If a cross flow event on the well results in nitrogen co above Williams pipeline standards, flaring may begin as soon as 3/23/17 for 30 days , given approval. A gas samp collected upon the confirmation of the cross flow and sent to a third party for results of the gas analysis. The gas will be submitted upon receipt.			2308-03L #405H if a potential cross flow event may occur as a lf a cross flow event on the well results in nitrogen content oon as 3/23/17 for 30 days, given approval. A gas sample will be	
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 423-17	
Signature Signature			By Charles	
Printed Name & Title Lacey Granillo Permit TechIII			Title SUPERVISOR DISTRICT #3	
E-mail Addresslacey.granillo@wpxenergy.com			DateMAR 16 2017	
Date: 3/16/17 Telephone No. (505) 333-1806				

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

