<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 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)

	(See Rule 13:13:10:12 140116)	and rate 17:13:1.37 Title 10)	
A. Applicant: WPX Energy Production, LLC			
A.	Applicant. WIX Energy Froduction, EL	<u></u>	
	whose address is: P.O. Box 640, Aztec, NM 87410,		
hereby requests an exception to Rule 19.15.18.12 until 5/12/17, for the following described tank battery (or LACT):			
	Name of Lease: WARNER-CALDWELL #3B API-30-045-35506 Name of Pool: Nageezi Gallup/Basin VC		
	Location of Battery: Unit Letter <u>B</u> Se	ction 8 Township 23N Range 8W	
	Number of wells producing into battery1_		
В.	Based upon oil production of $\underline{0}$ barrels per day	, the estimated volume OIL CONS. DIV DIST. 3	
	of gas to be flared is 0 MCF/D ; Value: §0 per	APR 0 5 2017	
C.	Name and location of nearest gas gathering facility:		
Williams at Turtle Mountain Sec 3 23N 8W			
D.	DistanceBUILTEstimated cost of connection		
EMERGENCY FLARE EXTENSION			
E. WPX Energy requests a <u>continued</u> authorization to flare the <u>WARNER-CALDWELL #3B</u> if a potential cross flow event may occur as a result of a nearby Frac activity on W Lybrook 704H/743H/744H still occurring. If a cross flow event on the well results in nitrogen content above Williams pipeline standards, WPX requests an additional 30 days from our current expiration date of <u>4/12/17</u> , 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		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 <u>5 - /2 -20/7</u>	
Signature ()		By Chah Dern	
Printed Name & Title: _LACEY GRANILLO- PERMIT TECH III		Title SUPERVISOR DISTRICT #3	
E-mail Address: lacey.granillo@wpxenergy.com		Date APR 07 2017	
Date: 4/5/17 Telephone No. (505) 333-1816			

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