

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, LLC**

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: **CHACO 2308-06H #396H API-30-045-35554** Name of Pool: **Nageezi Gallup**

Location of Battery: Unit Letter H Section 06 Township 23N Range 8W

Number of wells producing into battery 1

B. Based upon oil production of 78 barrels per day, the estimated volume

of gas to be flared is 97 MCF/D; Value: \$290 per day.

OIL CONS. DIV DIST. 3

C. Name and location of nearest gas gathering facility:

APR 05 2017

Beeline, Sec 16, T23N, R08W

D. Distance BUILT Estimated cost of connection \_\_\_\_\_

**EMERGENCY FLARE EXTENSION**

E. WPX Energy requests a continued authorization to flare the **CHACO 2308-06H #396H** 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 4/12/17, 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 [Signature]  
Printed Name  
& Title: LACEY GRANILLO- PERMIT TECH III  
E-mail Address: lacey.granillo@wpxenergy.com  
Date: 4/5/17 Telephone No. (505) 333-1816

**OIL CONSERVATION DIVISION**  
Approved Until 5-12-2017  
By [Signature]  
Title SUPERVISOR DISTRICT #3  
Date APR 07 2017

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