

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

NFO Permit 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 12/27/17, for the following described tank battery (or LACT):

Name of Lease: STATE 2207 36D #193H API- 30-043-21308 Name of Pool: WC 22N7W36; GALLUP (O)

Location of Battery: Unit Letter D Section 36 Township 22N Range 7W

Number of wells producing into battery 1

B. Based upon oil production of 95 barrels per day, the estimated volume

of gas to be flared is 100 MCF/D; Value: \$278 per day.

C. Name and location of nearest gas gathering facility:

Williams Trunk T Line, Sec 21, T22N, R07W

D. Distance Pending Estimated cost of connection Pending

E. This exception is requested for the following reasons: **Flare Extension**

OIL CONS. DIV DIST. 3

NOV 20 2017

WPX Energy requests authorization to flare this well for an additional 30 days. Original expiration is 11/27/17.

WPX worked with Pioneer Energy to evaluate a Flarecatcher unit that could reduce flaring and emissions on location. After further evaluation, Pioneer Energy determined that they do not have a unit small enough to process the minimal amount of gas production at the 193H. WPX is actively evaluating alternative options to reduce flaring on location.

Pipeline update: The EA was submitted to FFO BLM on 10/26/2017 for processing and approval. An onsite for this pipeline is scheduled with BLM on 11-15-2017. At this point BLM has everything they need to process approval of this pipeline ROW.

Date of first production/flare: 1st Delivered on September 1, 2017, 1st Drill Out on August 28, 2017.

Total flare to date (80 days): 8714 mcf

Total lease use: 0 mcf

Total oil produced (80 days): 11,497 bbl

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: 11/20/17 Telephone No. (505) 333-1816

OIL CONSERVATION DIVISION

Approved Until 12-27-2017

By [Signature]

Title _____

Date 11-28-17

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

AV