<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III

DEC 2 6 2012

Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. A Santa Fe, NM 87505

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

1000 Rio Brazos Road, Aztec, NM District IV NWOCD ARTESIA 1220 S. St. Francis Dr., Santa Fe, NM 87505

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 OXY USIA	WTP LP	
		M: 2 kind TX 79710	
	hereby requests an exception to Rule 19.15.1	8.12 for 120 days or	r until
		for the following described tank battery (or LACT):	
	Name of Lease Swearing and Fee Cou. #3 APT No. 30-015-40011 Location of Battery: Unit Letter	Name of Pool Culebra Bluff Bone Spring, Section 5 Township 235 Range 28E	5,
		2	
В.	Based upon oil production of	barrels per day, the estimated * volume	
	of gas to be flared is 224	MCF; Value <u>\$710</u> per day.	
C.	Name and location of nearest gas gathering f		
	Enterprise Lati 32.3327	Long: 104.1067	
D.	Distance 51 miles Estimated c	ost of connection \$110,000	
E.	This exception is requested for the following reasons:		
	See Affached		
····			
Division have be	hat the rules and regulations of the Oil Conservation en complied with and that the information given above lete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION Approved Until April 30 - 2013	
Signature	Wir Still	By SiDade	
Printed Name & Title	David Stewart-Rog. Adv.	Title Dist II Superison	
	ss dovid_stewart@oxy.com	Date 1/3/13	
Date 12/19/	12 Telephone No. 432-685-5717	•	

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

Attachment C-129 Swearingen A Fee Com. #3H API No. 42-015-4040071 Sec 5 T23S R28E, Eddy Cty, NM

The Swearingen A Fee Com 3H planned to sell to Company A at a line pressure of 100 to 50 psi. The scope of sales point changed due that Company A has limited capacity. Therefore went to Company B which currently does not have sale capacity limitations but it has higher sales line pressure of an estimated pressure of 370 psi. The well has been completed and for the sales, a high pressure line will be required to be installed. This will take 3 to 4 months due to line installation and addition of a compressor. This leaves Swearingen A Fee Com 3H with limited short term production options.