| Submit 1 Copy To Appropriate District. Office  | State of Nev                            |  | Form C-103   |
|--|---|--|--|
| District 1 - (575) 393-6161  | Energy, Minerals and                    | Natural Resources                      | Revised August 1, 2011 WELL API'NO:                |
| 1625 N. French Dr., Hobbs, NM 88240<br>District II - (\$75) 748-1283   | od doutomnile                           | now oungross                           | WELL API NO:                                       |
| 811.S. First St., Ariesia, NM-88210 OIL CONSERVATION DIVISION  |   | 5. Indicate Type of Lease              |  |
| <u>District III</u> – (505) 334-6178<br>1000 Rio Brazos Rd., Aztec, NM 87410   |   |  | STATE FEE  |
| <u>District IV</u> = (505) 476-3460<br>1220 S. St. Francis Dr., Santa Fe, NM<br>87505  | Santa Fe, N                             | WF 87303                               | 6. State Oil & Gas Lease No.                       |
| SUNDRY NOTICES AND REPORTS ON WELLS  |   |  | 7. Lease Name or Unit Agreement Name               |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DEFILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) |   |  | D State 74 Battery                                 |
| 1. Type of Well: Oil Well   Gas Well  Other  |   |  | 8. Well Number                                     |
| 2. Name of Operator Apache Corporation   |   |  | 9. OGRID Number<br>873                             |
| 3. Address of Operator   |   |  | 10. Pool name or Wildcat                           |
| 303 Veterans Airpark Lane, Suite 30  | J00 Midland, TX 79705                   | ,                                      | Yeso   |
| 4. Well Location.  | 20 m. C                                 | ************************************** |  |
| Unit.Letter K: ;   | feet from the                           | line and                               | feet from the line                                 |
| Section 35 <sup>4</sup>  | Township 17S 11. Elevation (Show whethe | Range 28E                              | NMPM County Eddy                                   |
|  | 11. Elevation (Snow whethe              | T DR, KKB; KI, GR, et                  |  |
| 12. Check A  | Appropriate Box to Indica               | ite Nature of Notice                   | e, Report or Other Data                            |
| NOTICE OF IN   | ITENTION TO:                            | SU                                     | BSEQUENT REPORT OF:                                |
| PERFORM REMEDIAL WORK  | PLUG AND ABANDON                        | REMEDIAL WO                            |  |
| TEMPORARILY ABANDON.   | CHANGE PLANS                            | 1                                      | RILLING OPNS. PAND A                               |
| PULL OR ALTER CASING   | MULTIPLE COMPL                          | CASING/CEME                            | ŇT JÓB 🔲   |
| DOWNHOLE COMMINGLE   |   |  |  |
| OTHER: Flare Gas   | , <u>[</u>                              | OTHER:                                 | · <u> </u>   |
|  |   |  | and give pertinent dates, including estimated date |
| of starting any proposed we<br>proposed completion or rec  |   | MAC. For Multiple C                    | Completions: Attach wellbore diagram of            |
|  | **                                      | 74 Daniel The ADIG                     |  |
| Apache is requesting permission to   | o temboratily trate trie in State       | 74 Battery. The API# to                | or each well are as follows:                       |
| 30-015-31426 30-01   | 5-40232                                 | •                                      |  |
|  | 5-40233                                 |  |  |
|  | 5-40234                                 |  |  |
|  | 5-40235<br>5-40236                      |  |  |
|  | 5-40237                                 | i e                                    |  |
| 30-015-40145 30-01   | 5-40238                                 |  |  |
|  | 5-40239                                 |  |  |
| 30-013-40231   | 5-40136                                 |  |  |
|  |   |  |  |
| Sixid Date:  | n' n t                                  | no Doto                                |  |
| Spud Date:   | Rig Relea                               | ise Date:                              |  |
|  |   |  |  |
| Thereby certify that the information   | above is true and complete to           | the best of my knowled                 | dge and belief.                                    |
| SIGNIA TUDE  |   | Dogulokon (To stall                    | 73.1707 05/02/02/0                                 |
| SIGNATURE  | TILE                                    | Regulatory Tech I                      | DATE 05/21/2013                                    |
| Type or print name, Fatima Vasque For State Use Only   | z E-mail ac                             | ldress: Fatima.Vasquez@                | papachecorp.com PHONE: (432) 818-1015              |
| APPROVED BY:   | de <sub>title</sub>                     | DISTAL SIA                             | ewish DATE May 24-201                              |
| Conditions of Approval (if any):   | nirg_                                   |  | DAIL / July 0/ 00.                                 |

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 Fc, 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) **Apache Corporation** A. Applicant 1945 Bluestem Road, Artesia, NM 88210 whose address is 90 hereby requests an exception to Rule 19.15.18.12 for days or until , Yr , for the following described tank battery (or LACT): D State 74 Battery \_\_\_\_Name of Pool Section 35 Township 17S Location of Battery: Unif Letter Number of wells producing into battery\_\_\_\_ 700 Based upon oil production of В. barrels per day, the estimated \* volume MCF; Value of gas to be flared is Ċ. Name and location of nearest gas gathering facility: DCP Artesia Distance Estimated cost of connection D. This exception is requested for the following reasons: Frontier Gas has shut Apache out E. of their gas line as a secondary selling point. Our primary buyer is DCP. We need a way of relief if DCP slam valve shuts, which would be to flare. OIL CONSERVATION DIVISION **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 \_\_\_\_ Printed Name Fatima Vasquez - Regulatory Tech I & Title Fatima.Vasquez@apachecorp.com E-mail Address (432) 818-1015 Telephone No.

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

& SEE Attached COA'S

## NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 SOUTH FIRST STREET ARTESIA, NM 88210 (575)748-1283

### CONDITIONS OF APPROVAL for FLARING or VENTING GAS

- 1. Venting gas is absolutely not allowed.
- 2. Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
- 3. Flared volumes of gas are to be metered & reported.
- 4. Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
- 5. Flares WILL NOT be left unattended.
- 6. No flaring operations to be conducted during red-flag days. <a href="http://www.gacc.nifc.gov/swcc">http://www.gacc.nifc.gov/swcc</a> (go to "Predictive Services" on SWCC website) to check for red flag warnings.
- 7. Follow safe practices for flaring guidelines.
- **8.** Permit may be rescinded at any time by NMOCD.
- 9. If well is able to be connected to a gas gathering system, it will be done so as soon as possible.
- 10. Flaring of gas is prohibited. The State Forester grants an exception to the prohibition on open fires for the flaring of natural gas when the following conditions are met. Unless flaring is needed for safety purposes, flaring pursuant to this exception shall not be done on days that are "red flag days", as determined by the National Weather Service or on days when the sustained wind is in excess of 25 miles per hour in the area.
- 11.1. The day is not a "red flag day" as determined by the National Weather Service and the sustained wind is not in excess of 25 miles per hour in the area.

- 12.2. The local fire department and county dispatch are notified at least 24 hours in advance of anticipated releases that will result in flaring. If flaring is done by an automated system then the schedule of flaring shall be provided to the local fire department and county dispatch. The area is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of one and one half times the height of the stack.
- 13.3. At least one adult is on site with communications equipment adequate to reach county dispatch and the local fire department in the event of a fire. The individual should also be equipped with a shovel and a water backpack pump or other equipment to deliver water to suppress a fire.
- 14.4. If flaring is to take place at an unmanned facility, then the area around the flare stack is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of three times the height of the stack.

Your initials here ARDade

1 / May 24-2013

# State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

John Bemis
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey Division Director Oil Conservation Division



March 19, 2013

FOR IMMEDIATE RELEASE

Contact: Jim Winchester (505)231-8800 E-Mail: jim.winchester@state.nm.us

### Notice to Oil and Gas Facilities and Operators Flaring Gas in New Mexico

SANTA FE, NM – The Oil Conservation Division (OCD) encourages all oil and gas facilities with flare stacks and well operators that are flaring gas to upgrade their *Fire Awareness Programs* this year. New Mexico State Forestry reports that 460 fires have burned 25,475 acres on state and private land in calendar year 2012.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures could also be higher than normal.

Open flames and gas flares should be monitored carefully and oil and gas operators should create a defensible space to help prevent wildfires. Defensible Space is the area around a structure where combustible vegetation that can spread fire has been cleared, reduced or replaced. This space acts as a barrier between a structure and an advancing wildfire.

During the course of the upcoming fire season, it may become necessary for New Mexico State Forestry to issue fire restriction on State and private land. Log on to <a href="https://www.nmforestry.com">www.nmforestry.com</a> for updates or call your local district office.

New Mexico State Forestry offers the following guidelines for establishing effective defensible space:

- Create a "Lean, Clean and Green" firebreak area by removing flammable vegetation and growth
  within 30 feet of each structure. Single trees and shrubs may be retained if they are well
  spaced, pruned and placed so they avoid the spread of fire. Maintain an irrigation system for
  any vegetation near structures.
- Keep grass and weeds mowed.
- Prune lower tree limbs to at least 6 feet up to 15 feet (or lower 1/3 of branches on smaller trees).
- Remove vegetation and debris around propane tanks.

For the latest fire weather information please visit USDA Forest Service website: <a href="http://activefiremaps.fs.fed.us/current.php">http://activefiremaps.fs.fed.us/current.php</a>

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The Energy, Minerals and Natural Resources Department provides resource protection and renewable energy resource development services to the public and other state agencies.