Submit I Copy To Appropriate District Office		lew Mexico			Form C-103
<u>District 1</u> (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals a	nd Natural R	esources	WELL API NO.	Revised August 1, 2011
<u>District II</u> - (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERV	ATION DIV	ISION -	5. Indicate Type of I.	ence
District III - (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410		St. Francis I	Or.	STATE 🗸	FEE
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM	Santa Fe	NM 87505		6. State Oil & Gas L	case No.
87505 SUNDRY NOT	ICES AND REPORTS ON	WELLS		7. Lease Name or Ur	nit Agreement Name
(DO NOT USE THIS FORM FOR PROPO DIFFERENT RESERVOIR. USE "APPLI				D State 74 Battery	
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well Other		ļ	8. Well Number	
2. Name of Operator Apache Corporation:				9. OGRID Number 873	
3. Address of Operator)		•	10. Pool name or Wi	Ideat
303 Veterans Airpark Lane, Suite 3	000 Midland, TX 79705			Yeso	
4. Well Location Unit Letter K:	feet from the		line and	feet from the	ne line
Section 35	Township 178	Range 2		NMPM C	ounty Eddy
The second second second	11. Elevation (Show who	ether DR, RKB	, RT, GR, etc.)		

12. Check	Appropriate Box to Inc	licate Nature	of Notice, I	Report or Other Da	ta
NOTICE OF IN PERFORM REMEDIAL WORK □	NTENTION TO: PLUG AND ABANDON	REI	SUBS MEDIAL WORK	SEQUENT REPO	ORT OF: TERING CASING []
TEMPORARILY ABANDON	CHANGE PLANS			_	AND A
PULL OR ALTER CASING	MULTIPLE COMPL	CAS	SING/CEMENT	JOB 🗆	
DOWNHOLE COMMINGLE			,		
OTHER: Flare Gas 1 13. Describe proposed or compared to the c	aleted operations (Clearly		HER:	give nortinent dates i	noluding actimated date
of starting any proposed w	ork). SEE RULE 19.15.7.1	4 NMAC. Fo	r Multiple Com	pletions: Attach well	bore diagram of
proposed completion or rec	•	olo 74 Dallas.	The ADM 6	and well are as follows	
Apache is requesting permission t	o temporaniy nare the D St	ate 74 Battery.	The API# for e	ach well are as follows	i.
	15-40232				
	15-40233 15-40234				
30-015-38468 30-01	15-40235				
	15-40236 15-40237				
	15-40238				
	15-40239 15-40136		•		
<u> </u>					
<u> </u>		. [·····		
Spud Date:	Rig R	elease Date:			
I hereby certify that the information	above is true and complete	to the best of	my knowledge	and belief.	
SIGNATURE	······································	E Regulatory	Took II	T \ A (1)	04/00/2044
		L_110guiatory	1001111		01/09/2014
Type or print name <u>Fatima Vasque</u> For State Use Only 1	E-ma	il address: Fat	ima.Vasquez@apac	checorp.com PHON	E: (432) 818-1015
	rd0	1) 4	Sinon	·	10 20 2011
APPROVED BY: (/s /CONDITIONS OF Approval (if any):	TILE	; KO CO CO	yeu	DATE	Jan 28, 2014

* See Attached COA's

District 1
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztee, 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)

Α.	Applicant Apache Corporation ,					
	whose address is1945 Bluestem Road, Artesia, NM 88210					
	hereby requests an exception to Rule 19.15.1		days or until			
		for the following described tank battery (or I				
	Name of Lease D State 74 Battery	Name of Pool Yeso				
	Name of Lease D State 74 Battery Location of Battery: Unit Letter K		28E			
	Number of wells producing into battery	18				
В,	Based upon oil production of	barrels per day, the estimated * v	volume			
	of gas to be flared is1.2M	MCF; Value	per day.			
C.	Name and location of nearest gas gathering f	acility:				
	DCP Artesia					
D.	DistanceEstimated cost of connection					
E.	This exception is requested for the following reasons: Frontier Gas has shut Apache out					
	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. This is					
	for an extension to the previous one that will expire January 31, 2014.					
OPERATOR		OIL CONSERVATION DIVISION				
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.	Approved Until April 3014	2014			
Signature		By Albale				
Printed Name & Title	Fatima Vasquez - Regulatory Tech II	Title Dist of Sylew				
E-mail Addre	SS_n	Date for 28 -2014				
Date 01/09/2014 Telephone No. (432) 818-1015						
* Gas-Oil rati	o test may be required to verify estimated gas	rioluma				

& See Attrehed COA;

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. http://www.gacc.nifc.gov/swcc (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 \$2500

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 www.nmforestry.com 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: http://activefiremaps.fs.fed.us/current.php

###

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