Submit 1 Copy To Appropriate District Office District 1 ~ (575) 393-6161	Engage Minerals and Natural Description		Form C-103 Revised August 1, 2011		
1625 N. French Dr., Hobbs, NM 88240		WELL API NO.			
811 S. First St., Artesia, NM 88210 District III – (505) 334-6178	OIL CONSERVATION DIVISION 1220 South St. Francis Dr.		5. Indicate Type of Lease		
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> – (505) 476-3460	Santa Fe, NM 87505		STATE FEE 6. State Oil & Gas Lease No.		
1220 S. St. Francis Dr., Santa Fe, NM 87505					
SUNDRY NOTICE	ES AND REPORTS ON WELLS		7. Lease Name or Unit Agreement Name		
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH			D State 74 Battery		
PROPOSALS.)  1. Type of Well: Oil Well  Gas Well  Other			8. Well Number		
2. Name of Operator Apache Corporation			9. OGRID Number 873		
3. Address of Operator			10. Pool name or Wildcat		
303 Veterans Airpark Lane, Suite 3000	) Midland, TX 79705		Yeso		
4. Well Location Unit Letter K:	feet from the	line and	feet from the line		
Section 35	Township 17S R	ange 28E	NMPM County Eddy		
10000	11. Elevation (Show whether DR	, RKB, RT, GR, etc.)	4 7 7 4 7 4		
12. Check Ap	propriate Box to Indicate N	lature of Notice,	Report or Other Data		
NOTICE OF INT	ENTION TO:	l SUB	SEQUENT REPORT OF:		
PERFORM REMEDIAL WORK	PLUG AND ABANDON 🔲	REMEDIAL WORK			
	CHANGE PLANS   MULTIPLE COMPL	COMMENCE DRI			
DOWNHOLE COMMINGLE	MOLTIPLE COMPL	CASING/CEMENT	130B 🖂		
OTHER: Flare Gas	<u> 7</u>	OTHER:			
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of					
proposed completion or recon			18		
Apache is requesting permission to to	emporarily flare the D State 74 Ba	attery. The API# for e	each well are as follows:		
30-015-31426 30-015-4	40232				
30-015-30977 30-015-4	40233				
30-015-31389 30-015-4 30-015-38468 30-015-4			RECEIVED		
30-015-39267 30-015-4	40236				
30-015-39924 30-015-4 30-015-40145 30-015-4			APR <b>1 0</b> 2014		
30-015-40441 30-015-4			100000		
30-015-40231 30-015-4	40136		NMOCD ARTESIA		
Spud Date:	Rig Release Da	ate:			
I hereby certify that the information ab	ove is true and complete to the b	est of my knowledge	e and belief.		
SIGNATURE	TITLE Regul	atory Analyst II	DATE_04/08/2014		
Type or print name Fatima Vasquez	E-mail address	S: Fatima.Vasquez@apa	achecorp.com PHONE: (432) 818-1015		
For State Use Only	internal A	CHSIN	24/160 U.M-111		
APPROVED BY: Conditions of Approval (if any):	TITLE (C)	SICHEGR	DATE 4-10-14		

A See Attached COA'S

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)

Α.	Applicant Apache Corporation		,			
	whose address is1945 Bluestem Road	d, Artesia, NM 88210	,			
	hereby requests an exception to Rule 19.15.1	8.12 for	days or until			
		for the following described tank battery (or L				
	Name of Lease D State 74 Battery  Location of Battery: Unit Letter K	Name of Pool Yeso				
	Location of Battery: Unit Letter K	Section35Township17SRange3	28E			
	Number of wells producing into battery	18				
В.	Based upon oil production of	barrels per day, the estimated * v	olume			
	of gas to be flared is1.2M					
C.	Name and location of nearest gas gathering for DCP Artesia	acility:				
D.	DistanceEstimated cost of connection					
E.	This exception is requested for the following reasons:  This is for an extension to the					
	previous one that will expire April 30, 2014.					
Division have been	nat the rules and regulations of the Oil Conservation en complied with and that the information given above ete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION Approved Until July 31 20/	4			
Signature		By Alach				
Printed Name & Title	Fatima Vasquez - Regulatory Analyst II	Title 157 HS capers is	1			
E-mail Addres	Fatima.Vasquez@apachecorp.com	Date <u>4-10-14</u>				
Date 04/08/2	2014 Telephone No. (432) 818-1015	X See Attached (	DA'S			

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

### 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 \$\mathcal{A}\) / / \( \quad \qquad \quad \quad

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

Susana Martinez Governor

David Martin Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

March 7, 2014

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 362 fires burned 6,879 acres on state and private land in calendar year 2013.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures are expected to 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.

This means that as a general rule of thumb, the area around staffed flaring facilities should be mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris should be cleared in the area for a distance of at least one and one half times the height of the stack.

If flaring is to take place at an unstaffed facility, then the mowed area around the flare stack should be increased to three times the height of the stack. On "red flag" days local fire departments should be notified prior to the flaring operations.

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 to get information on how contact your local State Forestry District office.

For the latest fire weather information please visit USDA Forest Service website: <a href="http://gacc.nifc.gov/swcc/predictive/outlooks/monthly/swa\_monthly.pdf">http://gacc.nifc.gov/swcc/predictive/outlooks/monthly/swa\_monthly.pdf</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.