District 1 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

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Date 5-6-2014

Telephone No. 432-687-1777

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)						
А.	Applicant <u>Fasken Oil and Ranch, Ltd.</u> whose address is <u>6101 Holiday Hill Road, N</u>					
	hereby requests an exception to Rule 19.15.1					
	<u>May 23</u> , Yr <u>201</u>	4, for the following	g described tank	battery (or LACT):		
	Name of Lease <u>Gossett "20"</u>	Name of Pool	N. Seven Rivers	; Glorieta-Yeso		
	Location of Battery: Unit Letter	SectionTown	nshipRa	nge		
	Number of wells producing into battery					
В.	Based upon oil production of					
	of gas to be flared is <u>See Attachment</u>	MCF; Value		per day.		
C	Name and location of nearest gas gathering f	acility:		RECEIVED		
D.	DistanceEstimated c	ost of connection	••••••	NMOCD ARTESIA		
E.	This exception is requested for the following reasons: <u>DCP is performing maintenance at it's</u>					
	Artesia plat beginning May 13, 2014. DC	P anticipates finishing	the work on Ma	<u>y 19, 2014.</u>		
,	Please see attached letter. Fasken respectfully request a few extra days until May 23,2014					
	in case there are problems and this takes lo	onger than anticipated	• <u>•••••••••••••••••••••</u> ••••••••••••••			
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 CONSERVATI	May 3	2014		
Signature	lim Jom	By	Dade			
Printed Name & Title <u>k</u>	Kim Tyson, Regulatory Analyst	Title DIST	<u> PS</u>	Rew ISA		
E-mail Address <u>kin</u>	nt@forl.com	Date 5/12	119			

Fasken Oil and Ranch, Ltd. Application for Exception to No-Flare Rule 306 Attachment

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Lease Name	Pool Name	Location	Volume
Gossett "20" No. 3H	N. Seven Rivers; Glorieta-Yeso	UL - I, Sec. 20, T20S, R25E	9 mcf per day
Gossett "20" No. 4H	N. Seven Rivers; Glorieta-Yeso	UL - P, Sec. 20, T20S, R25E	32 mcf per day

Gossett "20" No. 3H – API No. 30-015-39349 Gossett "20" No. 4H – API No. 30-015-39385



DCP Midstream 10 Desta Drive, Suite 400 West Midland, TX 79705 Research ED

April 10, 2014

RE: Force Majeure Notice

Dear Producer:

A scheduled shutdown of DCP Midstream's ("DCP") Artesia Plant will take place on May 13, 2014. The plant is being shut down for a regularly scheduled turnaround to perform necessary maintenance work.

DCP will commence work at its Artesia Plant beginning the morning of May 13, 2014, and all meters in the attached meter list will need to be shut-in by 5:00 PM MT on Monday May 12, 2014. We anticipate this turnaround to last until May 19, 2014 ("Force Majeure Period"). During the Force Majeure Period, all gas deliveries from the affected meters and/or Delivery Points (as defined in the Contract) must remain shut-in. The Plant Turnaround described above constitutes a Force Majeure event under the Contract.

During the turnaround, DCP Operations personnel will coordinate shut-ins and return to service for affected meters and/or Delivery Points with your field representative in order to ensure that gas deliveries do not restart prior to DCP's completion of the maintenance. For both safety and environmental reasons, DCP will not be able to flare gas at Artesia Plant or the impacted field boosters and all gas delivered to the attached list of meters and/or Delivery Points must be shutin as requested.

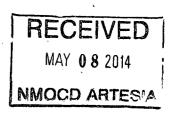
The DCP field personnel coordinating the shut-ins are:

Danny Forlines – Artesia – office: (575) 677-5207, cell: (575) 802-5148 Kevin Heath – Carlsbad – office: (575) 234-6417, cell: (575) 973-8634

We thank you for your commitment to DCP and regret any inconvenience this maintenance may cause: Please recognize that this work is necessary and, in the longer term, helps DCP Midstream to provide you reliable service. If you have additional questions, please contact Claudia Baeza (432) 620-4136, or myself at the number below.

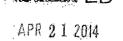
Sincerely,

David Griesinger Managing Director 432-620-4214



CC: OR

www.dopmidstream.com



FASKEN UIL AND RANCH, LTD MARKETING

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.
- No flaring operations to be conducted during red-flag days. <u>http://www.gacc.nifc.gov/swcc</u> (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.
- [1.1. 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 HD5/12/14 11.

State of New Mexico Energy, Minerals and Natural Resources Department

Jami Balley, Division Director

Oil Conservation Division

Susana Martinez Governor

David Martin Cabinet Secretary

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 <u>www.nmforestry.com</u> 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: <u>http://gacc.nifc.gov/swcc/predictive/outlooks/monthly/swa_monthly.pdf</u>

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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.

