r<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 811 S. First St., Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 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)

**OIL CONS. DIV DIST. 3** 

MAY 3 0 2014

## 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:	WPX Energy Production, LLC

whose address is: **P.O. Box 640, Aztec, NM 87410**,

hereby requests an exception to Rule 19.15.18.12 until 6/30/2014, for the following described tank battery (or LACT):

Name of Lease: CHACO 2308-16I #147H; API 30-045-35439 Name of Pool: Mancos/Nageezi Gallup

Location of Battery: Unit Letter <u>I</u> Section <u>16</u> Township <u>23N</u> Range <u>8W</u>

Number of wells producing into battery **Two** 

B. Based upon oil production of 120 barrels per day, the estimated volume

of gas to be flared is <u>300 MCFD</u>; Value: <u>\$1200</u> per day.

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C. Name and location of nearest gas gathering facility:

Beeline Gas Systems sec 16 & 9, T23N, R8W

D. Distance \_\_\_\_\_ Estimated cost of connection \_\_\_\_BUILT

E. This exception is requested for the following reasons:

The CHACO 2308-16I #147H was shut in on 5/19/14 to frac the CHACO 2308-16I #148H. Due to the recent stimulation activity, we expect high nitrogen. Nitrogen levels should be cleaned up by 6/21/14.

OPERATOR	OIL CONSERVATION DIVISION		
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.	Approved Until 7-1-14		
Signature	By Charle Vern		
Printed Name &-TitleMark Heil <del>,</del> Regulatory Specialist	Title SUPERVISOR DISTRICT # 3		
E-mail Addressmark.heil@wpxenergy.com	Date <u>S-30-14</u>		
Date: 5/29/14 Telephone No. (505) 333-1806	· · · · · · · · · · · · · · · · · · ·		
* Gas-Oil ratio test may be required to verify estimated gas volume.			