Submit I Copy To Appropr	iate District Sta	te of New Mexico		Form C-103
Office District 1 – (575) 393-6161	lice Engineering Minanala and National D		3	Revised August 1, 2011
1625 N. French Dr., Hobbs, District II – (575) 748-1283			WELL API N	4O
811 S. First St., Artesia, NN	St., Artesia, NM 88210 OIL CONSERVATION DIVISION			ype of Lease
District III – (505) 334-617 1000 Rio Brazos Rd., Aztec	azos Rd. Aztec NM 8741()			E 🔽 FEE 🗌
<u>District IV</u> - (505) 476-346 1220 S. St. Francis Dr., San	<u>io</u> Sa	nta Fe, NM 87505	6. State Oil a	& Gas Lease No.
87505	· · ·	•	· ·	
	NDRY NOTICES AND REPOI M FOR PROPOSALS TO DRILL OR		7. Lease Nar	ne or Unit Agreement Name
	S. USE "APPLICATION FOR PERMIT		D State 74 Ba	ttery
PROPOSALS.) 1. Type of Well: Oil Well 🗹 Gas Well 🗌 Other			8. Well Num	ıber
2. Name of Operator		ncı	9. OGRID N	lumber
Apache Corporation			873	
3. Address of Operate			10. Pool nan	ne or Wildcat
	ane, Suite 3000 Midland, TX 7	9705	Yeso	
4. Well Location	· 1 ·			
Unit Letter K	· · · · · · · · · · · · · · · · · · ·	om the line and		
Section 35		hip 17S Range 28E	NMPM	County Eddy
	11. Elevation (S	how whether DR, RKB, RT, GR	, elc.)	
	<u>Koho (1994)</u>		I8	
1	2. Check Appropriate Bo>	to Indicate Nature of Not	ice. Report or Of	ther Data
	ICE OF INTENTION TO		UBSEQUENT	
TEMPORARILY ABAN			EDRILLING OPNS.	□ PANDA □
DOWNHOLE COMMI	—			-J
ī				
OTHER: Flare Gas		OTHER:		
	osed or completed operations. (proposed work). SEE RULE 1			
	pletion or recompletion.	2.13.7.14 NWAC. For Multipl	e completions. Atta	ach wendore diagram of
	permission to temporarily flare	the D State 74 Battery. The API	# for each well are a	s follows:
/ public to requesting	pormosion to temporarily naic			5 10110 HJ3.
- 30-015-31426	30-015-40232			
30-015-30977	30-015-40233			
30-015-31389	30-015-40234			
30-015-38468 30-015-39267	30-015-40235 30-015-40236			
30-015-39924	30-015-40237			
30-015-40145	30-015-40238		;	
30-015-40441	30-015-40239			
30-015-40231,	30-015-40136		1	
41 - 1				
1			•	
Spud Date:		Rig Release Date:		
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Thereby certify that the	e information above is true and o	complete to the best of my know	vicage and belief.	
\sim	and the second			
SIGNATURE	2°	TITLE Regulatory Analyst I		DATE04/08/2014
Tune on uning normal E	tinia Vaaguat	The second and descent and the second second		DUCAND (422) 949 4045
Type or print name Fa		_ E-mail address: Fatima.Vasqu	ez@apachecorp.com	_ PHONE: _(432) 818-1015
ror orace ose only	K)))alla	N - TDC	2 .	11.
APPROVED BY:	jaure	TITLE DIST AUX	evisn	DATE 5/5/14
Conditions of Approva	l (if any):	· ·/	•	//
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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

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)

APPEICATION 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 19.15.18	8.12 fordays or unt
	, Yr, t	for the following described tank battery (or LACT):
	Name of Lease D State 74 Battery	Name of Pool Yeso
	Location of Battery: Unit Letter K	Name of Pool Yeso Section 35 Township 17S Range 28E
	Number of wells producing into battery	-
B.	Based upon oil production of	barrels per day, the estimated * volume
		MCF; Value per day.
C.	Name and location of nearest gas gathering fa	acility:
D.	DistanceEstimated co	ost of connection
E.	This exception is requested for the following	reasons: This is for an extension to the
	prévious one that will expire April 30,	2014.
		:
sion have b	that the rules and regulations of the Oil Conservation een complied with and that the information given above plete to the best of my knowledge and belief.	Approved Until Auly 31 2014
he and com	71 <u>1</u>	
nature		By ADGOL
le se	e Fatima Vasquez - Regulatory Analyst II	By MUGU Title SIST ESpew 1857

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

A See Attached 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.
- 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. <u>Flaring of gas is prohibited</u>. 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 $\frac{2}{5}$

State of New Mexico Energy, Minerals and Natural Resources Department

Jami Bailey, 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.

> 1220 South St. Francis Drive • Santa Fe, New Mexico 87505 Phone (505) 476-3460 • Fax (505) 476-3462 • www.emnrd.state.nm.us/ocd

