Submit 1 Copy To Appropriate District Office	State	State of New Mexico		Form C-103	
<u>District I</u> – (575) 393-6161	Energy, Minera	als and Natu	ıral Resources	WELL API NO.	Revised August 1, 2011
1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283	OH CONCE		DIVICION	WELL API NO.	
811 S. First St., Artesia, NM 88210 <u>District III</u> – (505) 334-6178	OIL CONSE			5. Indicate Type of Lease	
00 Rio Brazos Rd., Aztec, NM 87410		STATE / FEE 6. State Oil & Gas Lease No.			
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa	10, 14141 0	7505	o. State Off & C	ias Lease No.
SUNDRY NOT	ICES AND REPORTS			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				8. Well Number	
Name of Operator Apache Corporation				9. OGRID Number 873	
3. Address of Operator				10. Pool name o	or Wildcat
303 Veterans Airpark Lane, Suite 3	000 Midland, TX 7970	5	•	Yeso	
4. Well Location					
Unit Letter K :		he		feet fr	
Section 35	Township 11. Elevation (Show			NMPM	County Eddy
	Tr. Elevation (Snow	whether BR		The T	And the second s
					•
12. Check A	Appropriate Box to	Indicate N	ature of Notice,	Report or Othe	r Data
NOTICE OF IN	ITENTION TO:		SUE	SEQUENT RE	
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS P AND A CASING/CEMENT JOB			ALTERING CASING		
—					P AND A
	MOETIFEE COMPE	. ⊔	CASING/CLIVILIN	II 30B	
OTUED Flare Gas			OTUED.		
	oleted operations: (Clean			nd give pertinent da	ites, including-estimated date
of starting any proposed we	ork). SEE RULE 19.15				
proposed completion or rec	completion.		•		
Apache is requesting permission t	o temporarily flare the I	O State 74 Ba	attery.Wells include	d in the above batte	ery are as follows:
30-015-31426 30-01	15-40232				
	15-40232 15-40233				
	15-40234 15-40235		. •		
	15-40236			. NM c	OIL CONSERVATION
	15-40237 15-40238		•		ARTESIA DISTRICT
	15-40238 15-40239				OCT 1 6 2014
30-015-40231 . 30-01	15-40136				
					RECEIVED
Sand Date:		:- D-1 D		· · · · · ·	
Spud Date:	K	ig Release D	ate:		
I hereby certify that the information	above is true and com	plete to the b	est of my knowleds	ge and belief.	. ,
SIGNATURE Wey TW	T	TTLE Regul	atory Analyst I	D	ATE 10/13/2014
Type or print name Paige Futrell	Е	-mail addres	s: Paige.futrell@apach	ecorp.com P	HONE: (432) 818-1893
For State Use Only		\wedge	111		1 7
APPROVED BY:		ITLE)	STAC	DEWISO D	ATE 10/28/2014
Conditions of Approval (if any):				- 100 100 1 D	ALE 1999 WIT
11	11:11	101	T		•
A Son / H	Relied 1	11)4			
IN XUITIN	NU CI				

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)

Apache Corporation A. Applicant 1945 Bluestem Road, Artesia, NM 88210 whose address is 90 hereby requests an exception to Rule 19.15.18.12 for days or until , Yr _____, for the following described tank battery (or LACT): D State 74 Battery Name of Pool _ Name of Lease Location of Battery: Unit Letter K Section 35 Township 18 Number of wells producing into battery barrels per day, the estimated * volume В. Based upon oil production of of gas to be flared is _____MCF; Value ____ Name and location of nearest gas gathering facility: DCP Artesia D. Distance Estimated cost of connection This exception is requested for the following reasons: This is for an extension to the E. previous one that will expire October 31, 2014. NM OIL CONSERVATION ARTESIA DISTRICT OCT 1 6 2014 RECEIVED **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 Approved Until is true and complete to the best of my knowledge and belief. Signature Printed Name Paige Futrell - Regulatory Analyst I & Title Paige.Futrell@apachecorp.com E-mail Address (432) 818-1893 Telephone No.

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. 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 AD

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: iim.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 www.nmforestry.com 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: http://gacc.nifc.gov/swcc/predictive/outlooks/monthly/swa monthly.pdf

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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.