NM OIL CONSERVATION

NMNMDistrict I 1625 N. French Dr., Hobbs, NM 88240

ARTESIA DISTRICT

ARTESIA DISTRICT State of New Mexico
Energy Minerals and Natural Resources
AUG 17 2016

Form C-129 Revised August 1, 2011

District II 811 S. First St., Artesia, NM 88210

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit one copy to appropriate District Office

District III
1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 RECEIVED

NFO Permit No.

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

	(See Rule 19.15.18.12 NMA	C and Rule 19.15.7.37 N	MAC)	<u>.</u>					
Α.	Applicant Devon Energy Production Company, L.P,								
	whose address is, 333 West Sheridan Avenue, Oklahoma City, OK 73102,								
	hereby requests an exception to Rule 19.13	5.18.12 for	90	days or until					
	November 17 , Yr 201	6 , for the following d	escribed tank battery	(or LACT):					
	Name of Lease	Name of Pool	Fenton, Delaware	, NW					
	Location of Battery: Unit Letter D	Section 13 Tow	nship 215 Rang	e <u>27E</u>					
	Number of wells producing into battery 1	3 Wells: Tranquil 13 State 3 State Com 4H (30-015-4 30-015-41359)	<u> 1296) & Irritable 22 St</u>	ate Com 2H					
В.	Based upon oil production of383_	barrels po	er day, the estimated	* volume					
	of gas to be flared is 3495	MCF; Value		_per day.					
C.	C. Name and location of nearest gas gathering facility:								
	Agave								
D.	Distance Estimated cost of connection								
E	This exception is requested for the following reasons:								
	Devon requests a flare exception for the compressors. We are requesting 90 days	Franquil 13 CTB due to to start 8/17/2016 to 1	Agave working on o 1/17/2016.	ne of their					
OPERATOR		OIL CONSERVAT	ION DIVISION						
Division have been	nat the rules and regulations of the Oil Conservation on complied with and that the information given above ete to the best of my knowledge and belief.	Approved Until Nov. 17, 2016							
Signature	Kenda Good	By Analia	Parstani	arte					
Printed Name & Title	Linda Good	Title BUSIN	ew Op. Sp.	,					
E-mail Addres		Date	18/16 '						
Date 8/17/2	016 Telephone No. 405-552-6558	*Please	2 See at	tached C.O.,					

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

DATE: \$1816

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin Cabinet Secretary

Tony Delfin
Deputy Cabinet Secretary

David Catanach
Division Director
Oil Conservation Division



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 460 fires have burned 25,475 acres on state and private land in calendar year 2012.

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

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 call your local district office.

New Mexico State Forestry offers the following guidelines for establishing effective defensible space:

- Create a "Lean, Clean and Green" firebreak area by removing flammable vegetation and growth
 within 30 feet of each structure. Single trees and shrubs may be retained if they are well
 spaced, pruned and placed so they avoid the spread of fire. Maintain an irrigation system for
 any vegetation near structures.
- Keep grass and weeds mowed.
- Prune lower tree limbs to at least 6 feet up to 15 feet (or lower 1/3 of branches on smaller trees).
- Remove vegetation and debris around propane tanks.

For the latest fire weather information please visit USDA Forest Service website: http://activefiremaps.fs.fed.us/current.php

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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.

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin Cabinet Secretary

Tony Delfin
Deputy Cabinet Secretary



David R. Catanach, Division Director Oil Conservation Division



NOTICE TO OPERATORS

The Oil Conservation Division ("OCD") has been tasked to study flaring and develop a gas capture plan by the end of the year with the ultimate goal to reduce natural gas emissions.

Current OCD reporting has no specific method to differentiate flared and vented volumes reported on C-115 reports. This prevents the OCD from having quantifiable flaring data per Rule 19.15.18.12.F NMAC.

Therefore, to collect flaring volumes and differentiate actual vented volumes going forward, NMOCD will implement a new "Non-Transported Disposition" Code (for gas) to be reported on the C-115 reports. The new code will be "F" for Flared. The new code "F" is to be used to report the volume of gas that is flared on a well basis, or total volume if flared at a common battery or gathering system and reported under one point of disposition. Operators must report vented and flared volumes separately to their respective "Non Transported Disposition" code ("V" for vented and "F" for flared).

The change will become effective for the November 2015 production month with reporting due by January 15, 2016.

The NMOCD will be conducting operator outreach training sessions in the Southeast and Northwest to provide information and answer questions regarding the process.

Meeting notices will be posted on NMOCD website at: http://www.emnrd.state.nm.us/OCD/announcements.html

The C-115 instructions are available on NMOCD website at: http://www.emnrd.state.nm.us/OCD/documents/eC115 FullInstructions.pdf

RULES

19.15.7.24 OPERATOR'S MONTHLY REPORT (Form C-115):

A. An operator shall file a form C-115 for each non-plugged well completion for which the division has approved a form C-104 and for each secondary or other enhanced recovery project or pressure maintenance project injection well or other injection well within the state, setting forth complete information and data indicated on the forms in the order, format and style the director prescribes. The operator shall estimate oil production from wells producing into common storage as accurately as possible on the basis of periodic tests.

19.15.18.12 CASINGHEAD GAS:

F. Pending connection of a well to a gas-gathering facility, or when a well has been excepted from the provisions of Subsection A of 19.15.18.12 NMAC, the operator shall burn all gas produced and not used, and report the estimated volume on form C-115.

Thank you for your assistance in this matter. If you have any questions please contact the appropriate OCD District Office.

Sincerely,

David R. Catanach

Director, Oil Conservation Division

Submit 1 Copy To Appropriate District Office	State of N	lew Me	exico			C-103
District I - (575) 393-6161	Energy, Minerals a	nd Natı	ıral Resources		Revised Augus	t 1, 2011
1625 N. French Dr., Hobbs, NM 88240				WELL API	and the second s	
<u>District II</u> - (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERV.	ISERVATION DIVISION		30-015-41294 5. Indicate Type of Lease		·
District III - (505) 334-6178	1220 South	South St. Francis Dr.			TE DE FEE	
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> - (505) 476-3460	Santa Fe,	NM 8	7505°		& Gas Lease No.	
1220 S. St. Francis Dr., Santa Fe, NM			,	o. State Oil	& Clas Lease 110.	
87505	75 1170 DVD 0.000 011					
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PROPOSALS.)	<u> </u>	•	;	8. Well Nur	Tranquil.13 State Co.	111
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2. Name of Operator	 	· · · · · · · · · · · · · · · · · · ·		9. OGRID N		
Devon Energy Production Company,	L.P.		٠.		6137	
3. Address of Operator					ne or Wildcat	
333 W. Sheridan Avenue, Oklahom	a City, Oklahoma 73102	(405	5) 552-7970	Fenton;	Delaware, Northwest	
4. Well Location						
Unit Letter O: 330 fe	et from the _ South lin	e and	1795 feet from th	e East	line	
Section 13 Township					Eddy, County New M	lexico
17.0		ther DR	, RKB, RT, GR, etc.)			Jan Barra
		3082'				
12. Check Ap	propriate Box to Ind	icate N	lature of Notice, I	Report or O	ther Data	
				-		
NOTICE OF INT		_			REPORT OF:	
	PLUG AND ABANDON		REMEDIAL WORK		☐ ALTERING CASI	NG 📙
	CHANGE PLANS		COMMENCE DRIL		☐ PANDA	□.
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13. Describe proposed or complete						
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Devon Energy Production Co., necessary due to due to Agave				State Com 2	H Battery. Flare exte	ension
-	_	,				
Wells contributing to the tota	i flare volume:					
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Tranquil 13 State 4H (30-015-4 Irritable 22 State Com 2H (30-0						
inhable 22 State Com 211 (30-0	10-4 (339)				•	•
BOPD: 383						
MCFPD: 3495					NM OIL CONSEI	
* <u>-</u>		•			ARTESIA DIST	RICT
Attached: C-129					AUG 17 2	016
Thornto your						
Thank you!					DE0511/2	
					RECEIVE	:D
I hereby certify that the information ab	Ove is true and complete	to the h	est of my knowledge	and heliaf	· · ·	
1 hereby certary that the intermation ab	cl - D	M HIE D	on or my knowledge	and Dentel.		
SIGNATURE Junda 1	tood TI	TLE R	egulatory Compliand	e Specialist	DATE <u>8/17/2016</u>	
	***					 -
Type or print name Linda Good	J	E-mail a	ddress: <u>linda.good@</u>	dvn.com	PHONE <u>: 405-552-65</u>	<u>558</u>
For State Use Only						
					· <u></u>	
APPROVED BY:	TITLE		· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	_DATE	
Conditions of Approval (if any):						