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

Date 7/30/12

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) 015 - 39790/015 - 39800 A. Devon Energy Production Company, L. P. B. whose address is 333 W. Sheridan, Oklahoma City, OK. 73102, hereby requests an exception to Rule 19.15.18.12 for 60 days or until N/A , Yr , for the following described tank battery (or LACT): Name of Lease NM 90807 Name of Pool Bone Spring, NW Location of Battery: Unit Letter Section 33 Township 19S Range 29E Number of wells producing into battery (2 wells) into Beryl 33 Federal 1H tank battery Based upon oil production of 600 barrels per day, the estimated * volume В. of gas to be flared is 45000 (total est will be metered) MCF; Value 1500MCF per day. C. Name and location of nearest gas gathering facility: NMOCD ARTESIA DCP Magnum Booster Distance _____5200' to tie in point ____ Estimated cost of D. connection \$78,000 This exception is requested for the following reasons: Curtailment/waiting on DCP to have gas line in E. Due to pipeline capacity, DCP has had to wait on ROW from the BLM for over 2 months. This well has been drilled & has been waiting on completion for over two months. OIL CONSERVATION DIVISION **OPERATOR** 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 Oct 5 - 2012 is true and complete to the best of my knowledge and belief. Printed Name & Title Judy A. Barnett, Regulatory Specialist E-mail Address Judith.Barnett@dvn.com

Telephone No. 405.228.8699

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.

Your initials here SRDade