Submit 1 Copy To Appropriate District VATIO Office District 1 – 1939393-516-ESIA DISTRICT 1625 N. French Dr., Hobbs, NM 88240	State of New Mexico		Form C-103		
District 1 – (1973) 393- 146 SIA DISTRICT 1625 N. French Dr., Flobbs, NM 88240	Energy, Minerals and Natural Resources		Revised August 1, 2011 WELL API NO.		
District II - (575) 748-12837 0 9 2014 811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION		5. Indicate Type of Lease		
District III - (505) 334-6178	1220 South St. Francis Dr.		_		
1000 Rio Brazos Rd., Aztec, NM 87410ED <u>District IV</u> – (505) 476-34 R/ECEIVED	Santa Fe, NM 87505		6. State Oil & Gas Lease No.		
1220 S. St. Francis Dr., Santa Fe, NM 87505					
	AND REPORTS ON WELLS	IC DACK TO A	7. Lease Name or	Unit Agreement Name	
DIFFERENT RESERVOIR. USE "APPLICATION	RM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A IR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR BESTOCD			Washington 33 State Battery	
PROPOSALS.)	Gas Well Other		8. Well Number		
2. Name of Operator	SEP 1 2 2014		9. OGRID Number 873		
Apache Corporation 3. Address of Operator			10. Pool name or Wildcat		
303 Veterans Airpark Lane, Suite 3000 M	Midland, TX 79705	RECEIVED		ayburg-San Andres (3230)	
4. Well Location		I/LO			
Unit Letter:	feet from the	line and	feet from	n theline	
Section 33		nge 28E	NMPM	County Eddy	
11	. Elevation (Show whether DR,	RKB, RT, GR, etc.,			
			###### a./		
12. Check Appr	opriate Box to Indicate N	ature of Notice,	Report or Other I	Data .	
NOTICE OF INTER	NTION TO:	l SUB	SEQUENT REF	PORT OF	
				ALTERING CASING	
TEMPORARILY ABANDON CH	IANGE PLANS	COMMENCE DRI	LLING OPNS.	P AND A	
	JLTIPLE COMPL	CASING/CEMENT	ГЈОВ 🔲		
DOWNHOLE COMMINGLE	·				
OTHER: Flare Gas	· ···· · · · · · · · · · · · · · · · ·	OTHER:			
13. Describe proposed or completed of starting any proposed work).					
proposed completion or recompl		. For Multiple Cor	ilpietions. Attach w	endore diagram of	
Apache is requesting permission to tem measured prior to flaring. Wells include			Intermittent flaring wi	ill occur & gas will be	
30-015-30299 30-015-228	•		15-40020	30-015-40078	
30-015-30276 30-015-303	332 30-015-39883	30-0	15-40021	30-015-40114	
30-015-30277 30-015-30 30-015-30138 30-015-30			15-40022 15-40023	30-015-40110 30-015-40115	
30-015-30189 30-015-30			15-40023	30-015-40111	
30-015-30190 30-015-016			15-40088	30-015-40116	
30-015-30191 30-015-22 30-015-30193 30-015-220			15-40089 15-40090	30-015-40117 30-015-40112	
30-015-22524 30-015-22			15-40113	30-015-40118	
30-015-30194 30-015-224 30-015-22822 30-015-224			15-40076 15-40077	30-015-40119 30-015-40120	
30-013-22-		, 50-0	13-40077		
Spud Date:	Rig Release Da	ite:			
I hereby certify that the information abov	e is true and complete to the he	est of my knowledg	e and helief		
	e is true and complete to the ov	of my knowledg	e and benefi.		
SIGNATURE CUEY FULLIN	TITLE Regula	atory Analyst I	DA	TE_09/10/2014	
Type or print name Paige Futrell	E-mail address	: paige futrell@apache	corp.com PHO	ONE: (432) 818-1893	
For State Use Only	1			. , ,	
APPROVED BY:	TITLE /)	15TH (DA	CWEST DAT	TE 10/15/14 ·	
Conditions of Approval (it any	//			/ / /	

& See Attached COA;

SEP 1 8 2014

HOBBS OCD

<u>District I</u> 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 2014 Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NFO Permit No.

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

(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)

A.	Applicant Apache Corporation ,				
	whose address is1945 Bluestem Road, Artesia, NM 88210,				
	hereby requests an exception to Rule 19.15.18.12 for days or un	til			
	, Yr, for the following described tank battery (or LACT):				
	Name of LeaseWashington 33 State Battery Name of PoolYeso & Grayburg-SA				
	Location of Battery: Unit Letter Section 33 Township 17S Range 28E				
	Number of wells producing into battery55				
В.	Based upon oil production ofbarrels per day, the estimated * volume				
	of gas to be flared isMCF; Value per day.				
C.	Name and Jocation of nearest gas gathering facility: DCP / Frontier Empire Abo Plant				
· D.	Distance Estimated cost of connection				
E.	This exception is requested for the following reasons: DCP & Frontier curtails their gas due to repairs or plant problems. This is an extension to the permit that expires				
	09/30/2014.				
,					
OPERATOR		_			
Division have be	that the rules and regulations of the Oil Conservation een complied with and that the information given above Date to the best of hy knowledge and belief. Approved Until 12/10/2014	_			
Signature	hier Fullel By Makys Brown				
Printed Name & Title	Paige Futrell - Regulatory Analyst I Title Dist Supervisor	_			
E-mail Addre	paige.futrell@apachecorp.com Date 9/17/2014	_			
Date 09/10/	/2014 Telephone No. (432) 818-1893				

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

/ /2011

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: 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 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.