

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

HOBBS OCS
OCT 07 2015
RECEIVED
State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
220 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)

- A. Applicant Apache Corporation,
whose address is 31 South loop 207, Eunice, NM 88231,
hereby requests an exception to Rule 19.15.18.12 for 30 days or until
 , Yr 2015, for the following described tank battery (or LACT):
Name of Lease: McDonald St. A/C 1 . Name of Pool:
Location of Battery: See attached
Number of wells producing into battery 11
- B. Based upon oil production of 40 barrels per day, the estimated * volume
of gas to be flared is 56 MCF; Value \$146.72 per day.
- C. Name and location of nearest gas gathering facility:

- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: The only existing gas sales line to DCP is down for an indefinite period of time. The last outage in July 2015 lasted 41 days. Personal and process safety requirements may require periodic flaring of produced gas to the atmosphere to prevent mechanical damage to the gas gathering lines and process equipment. The use of a flare will mitigate the release of hazardous VOCs, BTX, and hydrogen sulfide to the environment.

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| OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature <u>[Signature]</u> Printed Name & Title <u>Stuart Lightfine Production Tech</u> E-mail Address <u>Stuart.Lightfine@apachecorp.com</u> Date <u>10/7/15</u> Telephone No. <u>432-818-1896</u> | OIL CONSERVATION DIVISION Approved Until <u>11/6/2015</u> By <u>[Signature]</u> Title <u>Dist Supervisor</u> Date <u>10/7/2015</u> |
|--|---|

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

OCT 08 2015

| Well Number | API # | Location |
|-------------|------------|--------------------------------------|
| A/C 1 #3 | 3002508917 | J-16-22S-36E (1980' FSL & 1980' FEL) |
| A/C 1 #4 | 3002508918 | D-15-22S-36E (660' FNL & 660' FWL) |
| A/C 1 #7 | 3002509827 | O-16-22S-36E (660' FSL & 1980' FEL) |
| A/C 1 #8 | 3002508928 | M-16-22S-36E (660' FSL & 660' FWL) |
| A/C 1 #9 | 3002508929 | L-16-22S-36E (1980' FSL & 600' FWL) |
| A/C 1 #10 | 3002508930 | K-16-22S-36E (1980' FSL & 1980' FWL) |
| A/C 1 #29 | 3002525475 | 1-16-22S-36E (1980' FSL & 660' FEL) |
| A/C 1 #39 | 3002531142 | G-16-22S-36E (1980' FNL & 1980' FEL) |
| A/C 1 #45 | 3002531144 | A-16-22S-36E (660' FNL & 510' FEL) |
| A/C 1 #46 | 3002531184 | H-16-22S-36E (1980' FNL & 760' FEL) |
| A/C 1 #47 | 3002531185 | N-16-22S-36E (900' FSL & 1920' FEL) |