

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)

- A. Applicant CHEVRON USA INC.,  
whose address is 1616 W. BENDER BLVD, HOBBS, NM 88240,  
hereby requests an exception to Rule 19.15.18.12 for 120 90 days or until  
\_\_\_\_\_, Yr \_\_\_\_\_, for the following described tank battery (or LACT):

Name of Lease Corral Canyon 12 State #1H Name of Pool Corral Canyon Delaware West

Location of Battery: Unit Letter O Section 12 Township 25S Range 29E

Number of wells producing into battery 1 30-015-35771 ←

- B. Based upon oil production of 21 barrels per day, the estimated \* volume  
of gas to be flared is 75 MCF; Value \$180 per day.

- C. Name and location of nearest gas gathering facility:

Energy Transfer

- D. Distance 2 miles Estimated cost of connection \$300K(pending 3<sup>rd</sup> party gatherer capacity).

- E. This exception is requested for the following reasons: Facility shut in due to 3<sup>rd</sup> party downtime (DBM Ramsey Plant with cessation of production implications. Expect to flare long enough to produce payable quantities then shut down until next COP date approaches; anticipate flaring for 2 days every 45 days for approx. 12 months; results in flaring <5% of the time during the 12-month period. During this period of time, operator will work with 3<sup>rd</sup> party to re-establish pipeline gas takeaways.

DISTRICT II  
ARTESIA

### 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 Josepha DeLeon

Printed Name

& Title Josepha DeLeon

E-mail

Address jdx@chevron.com

Date 5/26/2016

Telephone No. 575-263-0424

### OIL CONSERVATION DIVISION

Approved Until 8/26/2016

By Marys Brown

Title \_\_\_\_\_

Date 5/31/2016

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