District] 1625 N. French Dr., Hobbs, NM 88240 07 2016 District II 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OCD State of New Mexico Energy Minerals and Natural Resources Of Conservation Division Françis Dr.

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)

А.	Applicant Chevron USA Inc,
	whose address is <u>15 Smith Rd., Midland, TX</u> ,
	hereby requests an exception to Rule 19.15.18.12 for days or until
	<u>August 30</u> , Yr <u>2016</u> , for the following described tank battery (or LACT):
	Name of Lease <u>Gramma Ridge CTB</u> Name of Pool
	Location of Battery: Unit Letter <u>B</u> Section <u>14</u> Township <u>24S</u> Range <u>34E</u>
	Number of wells producing into battery5 See Attachment
В.	Based upon oil production of $_\sim1200$ barrels per day, the estimated * volume
	of gas to be flared is <u>~1500/month</u> MCF; Value per day.
C.	Name and location of nearest gas gathering facility:
	Targa
D.	Distance 25miles Estimated cost of connection
E.	This exception is requested for the following reasons: <u>Third party facility is having intermittent</u> compressor trouble at their facility. Gas goes back to sales when compressor comes back on.
	30-025-41811, 30-025-41731, 30-025-42060 30-025-42289, 30-025-42059
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complete to the best of my knowledge and belief. OIL CONSERVATION DIVISION Approved Until <u>8/30/2016</u>	
Signature	Alleten By Majers Brown
Printed Nam	e & Title Josepha DeLeon Title Dist Supervisor
E-mail Addr	ess idxd@chevron.com Date 7/9/2016
Date 06/30	/2016 Telephone No. 575-263-0424

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