District I State of New Mexico Form C-129   1625 N. French Dr., Hobbs, NM 88240 HOBBS Energy Minerals and Natural Resources Form C-129   District II Oil Conservation Division Revised August 1, 2011   1000 Rio Brazos Road, Aztec, NM 87410 AUG 2 5 2016 Santa Fe, NM 87505 Submit one copy to appropriate District Office   District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 NFO Permit No.	
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 <u>Chevron USA Inc.</u>	,
whose address is 6301 Deauville, Midland, TX 79706,	
hereby requests an exception to Rule 19.15.18.12 for days or until	
<u>November 30</u> , Yr <u>2016</u> , for the following described tank battery (or LACT):	
Name of Lease <u>Red Hills Fed 11</u> / Name of Pool <u>Red Hills; Upper Bone Spring Shale</u>	
Location of Battery: Unit Letter <u>A</u> Section <u>11</u> Township <u>258</u> Range <u>33 E</u>	
Number of wells producing into battery <u>1- API# (30-025-41848</u> )	
B. Based upon oil production of <u>500</u> barrels per day, the estimated * volume	
of gas to be flared is $\_\sim139$ MCF; Value per day.	
C. Name and location of nearest gas gathering facility:	
Antelope Ridge	
D. DistanceEstimated cost of connection	
E. This exception is requested for the following reasons: <u>DCP continues to have compressor trouble at their</u>	
antelope ridge facility. Gas goes back to sales when compressor comes back on.	
OPERATOR	OIL CONSERVATION DIVISION
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.	Approved Until 11/30/2016
Signature Cindy Hernere - Murillo By Madeur Brown	
Printed Name Cindy Herrera-Murillo	Title Dist, Superviser
& Title <u>Permitting Specialist</u>	512012011
E-mail Address <u>eeof@chevron.com</u>	Date 8/27/2016
Date 08/25/2016 Telephone No. 575-263-0431	

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