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

RECEIVED

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			
	hereby requests an exception to Rule 19.15.1	8.12 for <u>26</u>	days or until	
	June 15 , Yr 2014, for the following described tank battery (or LACT):			
	Name of Lease <u>Crossbones CTB</u> Name of Pool <u>North Lusk; Strawn</u>			
	Location of Battery: Unit Letter MS	ection 29 Township 18S I	Range32E	
Number of wells producing into battery (2) Crossbones 1-29 API 3002540711 and Crossbones 2-9 API 3002540706				
В.	Based upon oil production of138	barrels per day, the est	imated * volume	
	of gas to be flared is ~ 300	MCF; Value~1200	per day.	
C.	Name and location of nearest gas gathering facility: <u>Enterprise Chaparral GAS Plant</u>			
D.	Distance ~5 miles Estimated cost of connection <u>Unknown</u>			
E.	This exception is requested for the following reasons: Gas Purchaser sales line pressured up not allowing gas			
From the battery to flow through the gas sales line.				
		OIL CONSERVATION DIVISIO	N	
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	5, 2014	
Signature		By Marley?	Troun	
Printed Name& Title: Amy Barnhill HE Specialist		Title COMPLIANCE OFFICER		
E-mail Address ABarnhill@chevron.com		Date June 24	2014	
Date 5-21-14	Telephone No. 432-940-8524			

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