

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 U.S.A. INC.,

whose address is 15 SMITH ROAD, MIDLAND, TEXAS 79705

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 State E 001 (30-025-21258) Name of Pool Eumont; Yates 7 Rivers Queen (oil)

Location of Battery: Unit Letter D Section 20 Township 20S Range 36E

Number of wells producing into battery 2

B. Based upon oil production of 16 barrels per day, the estimated * volume

of gas to be flared is 100 MCF; Value \$280 per day.

C. Name and location of nearest gas gathering facility:

CURRENTLY CONNECTED TO GAS GATHERING; 3RD PARTY HAS BEEN DOWN.

Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Facility shut-in due to 3rd party downtime (DCP) 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 1-2 days every (60) days for 120 days, results in flaring <5% of the time during the 120 days period. During this period of time, operator will work with 3rd party to re-establish pipeline gas takeaway

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 Denise Pinkerton

Printed Name
& Title DENISE PINKERTON REGULATORY
SPECIALIST

E-mail

Address leakejd@chevron.com

Date 02/03/2016 Telephone No. 432-687-7375

OIL CONSERVATION DIVISION

Approved Until 5/3/2016

By Mark Brown

Title _____

Date 2/8/2016

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

FEB 08 2016