

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 15 Smith Rd., Midland, TX

hereby requests an exception to Rule 19.15.18.12 for _____ days or until

June 30, Yr 2016, for the following described tank battery (or LACT): 30-025-41781

Name of Lease Gramma Ridge CTB Name of Pool 30-025-41811

Location of Battery: Unit Letter B Section 14 Township 24S Range 34E 30-025-42060

Number of wells producing into battery 5 See Attachment 30-025-42289

B. Based upon oil production of ~1200 barrels per day, the estimated * volume

of gas to be flared is ~1500/month MCF; Value _____ per day.

C. Name and location of nearest gas gathering facility:

Targa

D. Distance 25 miles Estimated cost of connection _____

E. This exception is requested for the following reasons: Third party facility is having intermittent compressor trouble at their facility. Gas goes back to sales when compressor comes back on.

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 Joseph DeLeon

Printed Name & Title Joseph DeLeon

E-mail Address jdx@chevron.com

Date 05/03/2016 Telephone No. 575-263-0424

OIL CONSERVATION DIVISION

Approved Until 6/30/2016

By Mary Brown

Title _____

Date 5/12/2016

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