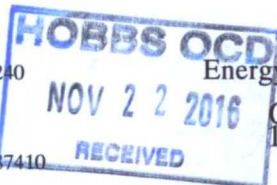


District I
1625 N. French Dr., Hobbs, NM 88240

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 6301 Deauville Blvd, Midland, TX 79706

hereby requests an exception to Rule 19.15.18.12 for 90 days or until

 , Yr , for the following described tank battery (or LACT):

Name of Lease Gramma Ridge CTB Name of Pool Red Hills; Bone Spring, North

Location of Battery: Unit Letter B Section 14 Township 24S Range 34E

Number of wells producing into battery 5 - See Below

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.
Gramma Ridge 14 24 34 #1H; Gramma Ridge 14 24 34 #2H; Gramma Ridge 14 24 34 #6H; Gramma Ridge 14 24 34 #8H; Gramma Ridge 14 24 34 #5H

API# s (30-25-41811; 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 complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature Cindy Herrera-Murillo

Printed Name & Title Cindy Herrera-Murillo
Permitting Specialist

E-mail Address eeof@chevron.com

Date 11/22/2016 Telephone No. 575-263-0431

OIL CONSERVATION DIVISION

Approved Until 2/22/2017

By Markus Brown

Title Dist Supervisor

Date 11/23/2016

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