District I 1625 N. French Dr., Hobbs, NM 88240 State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

District II 811 S. First St., Artesia, NM 88210 District III

Oil Conservation Division 1220 South St. Francis Dr. APR 19 2018 Santa Fe, NM 87505

Submit one copy to appropriate
District Office

1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

NFO Permit No.

(For Division Use Only)

RECEIVED

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)

Applicant Chevron USA Inc. A. 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 <u>2018</u>, 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 Based upon oil production of _~1200 barrels per day, the estimated * volume B. of gas to be flared is _ ~ 1500/month MCF; Value ______per day. C. Name and location of nearest gas gathering facility: Targa Distance ______ Estimated cost of connection ____ D.

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 Ciraylanne-Mwills

Printed Name & Title <u>Cindy Herrera-Murillo</u> Permitting Specialist

E-mail Address eeof@chevron.com

Date 04/19/2018 Telephone No. 575-263-0431

OIL CONSERVATION DIVISION

Approved Until 7/19/208

By Maly & Srown

Title AQ/II

Date 4/19/2018

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