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

State of New Mexico Minerals and Natural Resources

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

JUL & J Cull3
Oil Conservation Division
1220 South St. Francis Dr.
District IV

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

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)

whose address is	Α.	Applicant	Chevron USA Inc.			.								
Name of Lease TexMack Battery Name of Pool Fren/Morow Location of Battery: Unit Letter C Section 11 Township 175 Range 31E Number of wells producing into battery 12 B. Based upon oil production of 170 barrels per day, the estimated * volume of gas to be vented is 2,190 MCF; Value 219 per day. C. Name and location of nearest gas gathering facility: Maljamar Frontier Gas Plant D. Distance NA Estimated cost of connection NA E. This exception is requested for the following reasons: VRU down with bad motor DEFERATOR hereby certify that the rules and regulations of the Oil Conservation vivision have been complied with and that the information given above true and complete to the best of my knowledge and belief. Distance David Pagano, Health & Environmental Specialist Title David Pagano, Health & Environmental Specialist Date David Pagano P		whose address is _	15 Smith Rd., Mid	dland, TX										
Name of Lease		hereby requests an exception to Rule 19.15.18.12 for days or until												
Location of Battery: Unit Letter		Au	August 6th , Yr 2013, for the following described tank battery (or LACT):											
Number of wells producting into battery		Name of Lease TexMack Battery Name of Pool Fren/Morow												
B. Based upon oil production of		Location of Batter	ownship <u>17S</u> I	Range 31E										
of gas to be vented is		Number of wells producing into battery												
D. Distance NA Estimated cost of connection NA E. This exception is requested for the following reasons: VRU down with bad motor DPERATOR hereby certify that the rules and regulations of the Oil Conservation livision have been complied with and that the information given above it rue and complete to the best of my knowledge and belief. Dignature David Pagano, Health & Environmental Specialist Title: David Pagano, Health & Environmental Specialist E-mail Address david.pagano@chevron.com Maljamar Frontier Gas Plant DIL CONSERVATION DIVISION Approved Until Aug 9 2013 By Color David Pagano Health & Environmental Specialist Date Aug 1, 2013	B.	Based upon oil pro	oduction of170	barre	Is per day, the esting	nated * volume								
D. Distance NA Estimated cost of connection NA E. This exception is requested for the following reasons: VRU down with bad motor OIL CONSERVATION DIVISION hereby certify that the rules and regulations of the Oil Conservation division have been complied with and that the information given above true and complete to the best of my knowledge and belief. Signature David Pagano, Health & Environmental Specialist C-mail Address david.pagano@chevron.com Maljamar Frontier Gas Plant OIL CONSERVATION DIVISION Approved Until Avg 9 th 2013 Title David Pagano, Health & Environmental Specialist Date Avg 1, 2013		of gas to be vented	l is2,19.0	MCF; Valu	e <u>219</u>	per day.								
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By Stock Printed Name E Title: David Pagano, Health & Environmental Specialist E-mail Address david.pagano@chevron.com By Stock Title D.57 FF Scolw (S) Date Aug 1, 3013	harahy partify	that the rules and regulat	ions of the Oil Conservation											
Printed Name 2 Title: David Pagano, Health & Environmental Specialist E-mail Address david.pagano@chevron.com By Olcobo Title 157 # Spow (Si) Date Aug 1, 3013	s true and com			Approved Until	Aug 7 -	2013								
E-mail Address david.pagano@chevron.com Title Drown Title Drown Title Drown Title Date Date Date Date Date Date Date Dat	Signature	David. Ta	apano	ву 82	elec									
E-mail Address david.pagano@chevron.com Date Aug 1, 2013				Title Do	P Siper	155								
		<u>-</u>		Date Aug 1	,2013									
			_		•									

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

Friday, August 02, 2013

Well Selection Criteria Quick Print

opno = 4323 and WH_SEC = 11 and WH_TWPN = 17 and WH_RNGN = 31

			•											
API Well #	Well Name and No.		Operator Name	Тур	Stat	County	Surf	UL	Sec	Twp	Rng	Ft N/S	Ft E/W UICPrmt	Lst Insp Dt
30-015-37444-00-00	TEX MACK 11 FEDERAL	011-	CHEVRON U S A INC	0	Α	Eddy	F	Α	11	17 S	31 E	330 N	330 E	9/13/2012
30-015-37822-00-00	TEX MACK 11 FEDERAL	027	CHEVRON US A INC	0	Α	Eddy	F	Α	11	17 S	31 E	990 N	840 E	9/13/2012
30-015-37822-00-00	TEX MACK 11 FEDERAL	027	CHEVRON U S A INC	0	Α	Eddy	F	Α	11	17 S	31 E	990 N	840 E	9/13/2012
30-015-37444-00-00	TÉX MACK 11 FEDERAL	011	CHEVRON U.S. A INC	0	Ã	Eddy	F	. A	11	17 S	31 É	330 N	330 E	9/13/2012
30-015-36851-00-00	TEX MACK 11 FEDERAL	010	CHEVRON U S A INC	0	Α	Eddy	F	В	11.	17 S	31 E	500 N	2030 E	9/14/2012
30-015-40009-00-00	TEX MACK 11 FEDERAL	032	CHEVRON U S A INC	0	Α	Eddy	F	С	11	17 S	31 E	307 N	1873 W	9/14/2012
30-015-29720-00-00	TEXMACK 11 FEDERAL	001	CHEVRON U S A INC	0	Α	Eddy	F	С	11	17 _. S	31 E	990 N	1650 W CTB-474	7/30/2013
30-015-38375-00-00	TEX MACK 11 FEDERAL	015	CHEVRON U S A INC	0	Α	Eddy	F	С	11	17 S	31 E	330 N	1650 W	9/14/2012
30-015-29720-00-00	TEXMACK 11 FEDERAL	001	CHEVRON U S A INC	0	Α	Eddy	F	С	11	17 S	31 E	990 N	1650 W CTB-474	7/30/2013
30-015-40008-00-00	TEX MACK 11 FEDERAL	028	CHEVRON U S A INC	0	Α	Eddy	F	D	11	17 S	31 E	960 N	1035 W	9/14/2012
30-015-40010-00-00	TEX MACK 11 FEDERAL	057	CHEVRON U S A INC	Ο	Α	Eddy	F	Ε	11	17 S	31 E	2125 N	941 W	9/14/2012
30-015-38381-00-00	TEX MACK 11 FEDERAL	041	CHEVRON U S A INC	0	Α	Eddy	F	Ε	11	17 S	31 E	1750 N	330 W	9/14/2012
30-015-40011-00-00	TEX MACK 11 FEDERAL	061	CHEVRON U S A INC	0	Α	Eddy	F	F	11	17 S	31 E	1800 N	1757 W	9/14/2012
30-015-39311-00-00	TEX MACK 11 FEDERAL	042	CHEVRON U S A INC	0	Α	Eddy	F	Н	11	17 S	31 E	2047 N	990 E	9/13/2012
30-015-39144-00-00	TEX MACK 11 FEDERAL	063	CHEVRON U S A INC	0	Α	Eddy	F	1	11	17 S	31 E	2435 S	705 E	9/13/2012
30-015-37823-00-00	TEX MACK 11 FEDERAL	039	CHEVRON U S A INC	0	Α	Eddy	F	Ν	11	17 S	31 E	950 S	2058 W	9/18/2012

Page 1

NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 SOUTH FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL for FLARING or VENTING GAS

- 1. Venting gas is absolutely not allowed.
- 2. Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
- **3.** Flared volumes of gas are to be metered & reported.
- 4. Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
- **5.** Flares WILL NOT be left unattended.
- 6. No flaring operations to be conducted during red-flag days.

 http://www.gacc.nifc.gov/swcc (go to "Predictive Services" on SWCC website) to check for red flag warnings.
- 7. Follow safe practices for flaring guidelines.
- **8.** Permit may be rescinded at any time by NMOCD.
- **9.** If well is able to be connected to a gas gathering system, it will be done so as soon as possible.
- 10. Flaring of gas is prohibited. The State Forester grants an exception to the prohibition on open fires for the flaring of natural gas when the following conditions are met. Unless flaring is needed for safety purposes, flaring pursuant to this exception shall not be done on days that are "red flag days" as determined by the National Weather Service or on days when the sustained wind is in excess of 25 miles per hour in the area.
- 11.1. The day is not a "red flag day" as determined by the National Weather Service and the sustained wind is not in excess of 25 miles per hour in the area.

- 12.2. The local fire department and county dispatch are notified at least 24 hours in advance of anticipated releases that will result in flaring. If flaring is done by an automated system then the schedule of flaring shall be provided to the local fire department and county dispatch. The area is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of one and one half times the height of the stack.
- 13.3. At least one adult is on site with communications equipment adequate to reach county dispatch and the local fire department in the event of a fire. The individual should also be equipped with a shovel and a water backpack pump or other equipment to deliver water to suppress a fire.
- 14.4. If flaring is to take place at an unmanned facility, then the area around the flare stack is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of three times the height of the stack.

Your initials here ADal

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

John Bemis
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey
Division Director
Oil Conservation Division



March 19, 2013

FOR IMMEDIATE RELEASE

Contact: Jim Winchester (505)231-8800 E-Mail: jim.winchester@state.nm.us

Notice to Oil and Gas Facilities and Operators Flaring Gas in New Mexico

SANTA FE, NM – The Oil Conservation Division (OCD) encourages all oil and gas facilities with flare stacks and well operators that are flaring gas to upgrade their *Fire Awareness Programs* this year. New Mexico State Forestry reports that 460 fires have burned 25,475 acres on state and private land in calendar year 2012.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures could also be higher than normal.

Open flames and gas flares should be monitored carefully and oil and gas operators should create a defensible space to help prevent wildfires. Defensible Space is the area around a structure where combustible vegetation that can spread fire has been cleared, reduced or replaced. This space acts as a barrier between a structure and an advancing wildfire.

During the course of the upcoming fire season, it may become necessary for New Mexico State Forestry to issue fire restriction on State and private land. Log on to www.nmforestry.com for updates or call your local district office.

New Mexico State Forestry offers the following guidelines for establishing effective defensible space:

- Create a "Lean, Clean and Green" firebreak area by removing flammable vegetation and growth within 30 feet of each structure. Single trees and shrubs may be retained if they are well spaced, pruned and placed so they avoid the spread of fire. Maintain an irrigation system for any vegetation near structures.
- Keep grass and weeds mowed.
- Prune lower tree limbs to at least 6 feet up to 15 feet (or lower 1/3 of branches on smaller trees).
- Remove vegetation and debris around propane tanks.

For the latest fire weather information please visit USDA Forest Service website: http://activefiremaps.fs.fed.us/current.php

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The Energy, Minerals and Natural Resources Department provides resource protection and renewable energy resource development services to the public and other state agencies.