

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

RECEIVED

JUL 09 2018

Form C-129

Revised August 1, 2011

Submit one copy to appropriate
District Office

DISTRICT II-ARTESIA O.C.D.
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 2018, for the following described tank battery (or LACT):

Name of Lease Old Indian Draw Name of Pool Indian Draw; Delaware

Location of Battery: Unit Letter I Section 18 Township 22S Range 28 E

Number of wells producing into battery 8 - See attached list

B. Based upon oil production of 80 -105 barrels per day, the estimated * volume

of gas to be flared is 7 - 14 MCF; Value \$ \$21 - \$52 (if H2S removed) per day.

C. Name and location of nearest gas gathering facility: Big Eddy Unit #218 (30-015-36297)

D. Distance 5000' Estimated cost of connection \$102,000 plus \$15,000 /Month to treat

E. This exception is requested for the following reasons: Old Indian Draw Unit produces and flares a

very low volume of sour gas (~40,000 PPM H2S content, that is not feasible to sweeten and sell)

through an approved Flare Stack. This low volume flaring will continue to reduce over time, and

be necessary through the remaining economic life of the Old Indian Draw Unit.

3005-21901 & 3005-22079

30015 - 21504

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 Cindy Herrera-Murillo
& Title Permitting Specialist

E-mail Address eeof@chevron.com

Date 07/09/2018 Telephone No. 575-263-0431

OIL CONSERVATION DIVISION

A. NM OCD

B. ACCEPTED FOR

T. RECORD ONLY

Date File per BLM

Rules for Federal Wells

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



C-129 for Old Indian Draw CTB

Old Indian Draw Wells

Name	API#	
Old Indian Draw #3	30-015-21504	Fed
Old Indian Draw #7	30-015-21765	Fed
Old Indian Draw #8	30-015-21766	Fed
Old Indian Draw #9	30-015-21767	Fed
Old Indian Draw #13	30-015-21957	Fed
Old Indian Draw #14	30-015-21901	* Private
Old Indian Draw #19	30-015-22079	* Private
Old Indian Draw #22	30-015-22102	Fed