<u>District I</u> 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

APR 1 9 2018 Form C-129
Revised August 1, 2011

Submit one copy to appropriate DISTRICT II-ARTESIA O C D District Office

\* Revised 4/2018

(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)

Α	Applicant Chevron USA INC		,		
	whose address is 6301 Deauville Blvd, Midland, TX 79706				
	hereby requests an exception to Rule 19 15 1	8 12 for90	_ days or until		
	, Yr2018, 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	ttery Unit Letter I Section 18 Township 22S Range 28 E			
	Number of wells producing into battery 14 – See attached list				
В	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 D	Name and location of nearest gas gathering facility Big Eddy Unit #218 (30-015-36297)  Distance 5000' Estimated cost of connection \$\\$102,000 plus \$15,000 /Month to treat				
Е	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				
30-015-22079					
	RATOR	OIL CONSERVATION DIVISIO	N		
Division have be	hat the rules and regulations of the Oil Conservation en complied with and that the information given above lete to the best of my knowledge and belief	Appr' 4ccs			
1	Indytonna-Muullo	Appr ACCEPTED FOR REC  N.M.O.C.D.  Title			
Signature		By N.M.O.C.D.	CORD -		
& Title Permitting Specialist		Title			
		Date 412018	/		
E-mail Address eeof@chevron.com			/		
Date 04/16/2	018 Telephone No 575-263-0431		<u> </u>		
* 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
Old Indian Draw #7	30-015-21765
Old Indian Draw #8	30-015-21766
Old Indian Draw #9	30-015-21767
Old Indian Draw #13	30-015-21957
Old Indian Draw #14	30-015-21901
Old Indian Draw #19	30-015-22079
Old Indian Draw #22	30-015-22102