

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

APR 19 2018

Form C-129
Revised August 1, 2011

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

NFO Permit No _____
(For Division Use Only)

*Revised 4/20/18

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 14 - 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

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 04/16/2018 Telephone No 575-263-0431

OIL CONSERVATION DIVISION

Approved Until _____

By _____

Title _____

Date 4/20/18

**ACCEPTED FOR RECORD
N.M.O.C.D.**

* 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