

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 16 2018

Form C-129  
Revised August 1, 2011

RECEIVED

Submit one copy to appropriate  
District Office

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 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) F.
- D. Distance 5000' Estimated cost of connection \$102.00 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 \_\_\_\_\_

By \_\_\_\_\_

Title \_\_\_\_\_

Date 4/16/18

**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 F.
Old Indian Draw #7	30-015-21765 F.
Old Indian Draw #8	30-015-21766 F.
Old Indian Draw #9	30-015-21767 F.
Old Indian Draw #13	30-015-21957 F.
Old Indian Draw #14	30-015-21901 P.
Old Indian Draw #19	30-015-22079 P.
Old Indian Draw #22	30-015-22102 F.