TaDistrict I 1625 N. French Dr.; Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III

State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

Oil Conservation Division RECEIVED South St. Francis Dr. Santa Fe, NM 87505

Submit one copy to appropriate District Office

1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe NM 87505

SEP 26 2013

NFO Permit No.

(For Division Use Only)

HOBBSOCD 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) Applicant CHEVRON USA INC. A. whose address is 15 SMITH RD, MIDLAND, TX 79705 hereby requests an exception to Rule 19.15.18.12 for 120 days or until Yr 2013 , for the following described tank battery (or LACT): Name of Lease SEE ATTACHED LIST OF WELLS Name of Pool WOLFCAMP, STRAWN, PENN AND CISCO Location of Battery: Unit Letter Section Township Range Number of wells producing into battery 29 (LIST ATTACHED) Based upon oil production of ______barrels per day, the estimated * volume B. of gas to be flared is ______ MCF; Value ______ per day. Ċ. Name and location of nearest gas gathering facility: Distance Estimated cost of connection D, This exception is requested for the following reasons: TARGA SHUT IN DUE TO PLANT FIRE \mathbf{E}_{i} IN SAUNDERS **OPERATOR** OIL CONSERVATION DIVISION I hereby certify that the rules and regulations of the Oil Conservation Approved Until 12-30-2013 Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature (Printed Name Title & Title Cindy Herrera-Murillo-Permitting Specialist Date E-mail Address Cherreramurillo@chevron.com

Date 09/23/2013 Telephone No.575-263-0431

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

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SEP 26 2013 HOBBSOCD

Targa Saunders Plant

Oil	Gas	Well	API	Pool
110	55	Nereid 1 Fed 1H	3000529145	Wolfcamp
72	298	Easley 6-1	3002534093	Strawn
51	40	Buddy 1-9	3002536408	Upper Penn
46	57	Shell State 1 Y	3002533225	Penn
44	111	Young 11 Federal 1	3002537056	Wolfcamp
50	4	TBAU 1 CDP # 1	3002534922	Wolfcamp
5	0.5	TBAU 1 CDP # 3	3002535591	Wolfcamp
11	0	TBAU 16 CDP # 17	3002536427	Wolfcamp
2	0	TBAU 16 CDP # 19	3002537171	Wolfcamp
1	0	TBAU 16 CDP # 23	3002536303	Wolfcamp
3	17	TBAU 14 CDP # 14	3002536812	Wolfcamp
30	. 1	TBAU 14 CDP # 15	3002536884	Wolfcamp
9	0	TBAU 26 CDP # 8	3002536313	Wolfcamp
29	4	TBAU 26 CDP # 9	3002536801	Wolfcamp
3	0	TBAU 26 CDP # 27	3002536428	Wolfcamp
28	52	Jordan 12 State # 4	3002537766	Strawn
25	83	Kim 1-1	3002534133	Strawn
11	64	Jordan 12 State #2	3002536716	Cisco
11	12	Jordan State # 1	3002533532	Penn
8	63	Lovington 1-5	3002533686	Strawn
8	39	Boyce 15-6	3002537151	Strawn
7	108	Harrod State # 1	3002525673	P&A
6	- 32	New Mexico I 1	3002508509	Penn
3	1	Harris 2-2	3002536461	Wolfcamp
3	19	Boyce 15 # 1	3002534591	Penn
3	10	Boyce 15 # 2	3002535005	Strawn
2	0	Young 11 Federal #2	3002537904	Wolfcamp
2	19	Young 11 Federal #3	3002537483	Wolfcamp
2	10	Young 11 Federal #4	3002538104	Wolfcamp