

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

Form C-129  
Revised August 1, 2011

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)

HOBBS OCD

- A. Applicant Chevron USA INC. AUG 05 2015  
whose address is 15 Smith Rd., Midland, TX  
hereby requests an exception to Rule 19.15.18.12 for RECEIVED days or until  
September 30, Yr 2015, for the following described tank battery (or LACT):  
Name of Lease Red Hills 2 Name of Pool Red Hills; Upper Bone Spring Shale  
Location of Battery: Unit Letter P Section 2 Township 25S Range 33 E  
Number of wells producing into battery 2 API No's. 30-025-41546 and 30-025-41907
- B. Based upon oil production of 250 barrels per day, the estimated \* volume  
of gas to be flared is ~800 MCF per day; Value \_\_\_\_\_ per day.
- C. Name and location of nearest gas gathering facility:  
Antelope Ridge
- D. Distance \_\_\_\_\_ Estimated cost of connection \_\_\_\_\_
- E. This exception is requested for the following reasons: DCP continues to have compressor trouble at their antelope ridge facility. Gas goes back to sales when compressor comes back on.

**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

Stephen Gwin

Printed Name & Title Stephen Gwin, HES Specialist

E-mail Address Stephen.gwin@chevron.com

Date 8/1/2015 Telephone No. 575-263-0427

**OIL CONSERVATION DIVISION**

Approved Until

9/30/2015

By

Mary Brown

Title

Dist Supervisor

Date

8/5/2015

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

AUG 06 2015