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

HOBBS OCD
FEB 15 2017
RECEIVED

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 _____, 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 – See Below

B. Based upon oil production of 800 barrels per day, the estimated * volume

of gas to be flared is ~600 MCF; 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.
Red Hills 2 25 33 #1H; Red Hills 2 25 33 #3H

API# (30-025-41546; 30-025-41907)

OPERATOR	OIL CONSERVATION DIVISION
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.	Approved Until 5/15/2017
Signature Cindy Herrera-Murillo	By Maxey S Brown
Printed Name & Title Cindy Herrera-Murillo, Permitting Specialist	Title AO/II
E-mail Address eeof@chevron.com	Date 2/16/2017
Date 02/15/2017 Telephone No. 575-263-0431	

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