District I 1625 N. French Dr., Hobbs, NM 88240

## State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

District II

District III

1000 Rio Brazos Road, Aztec, NM 87410

District III

Oli Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit one copy to appropriate

District Office

1220 S. St. Francis Dr., Santa Fe, NM 87505 1 1 2018

NFO Permit No.

(For Division Use Only)

## RECEIVED 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. Α. 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 Gramma Ridge CTB. Name of Pool Red Hills; Bone Spring, North Location of Battery: Unit Letter B Section 14 Township 24S Range 34E Number of wells producing into battery <u>5 - See Below</u> В. Based upon oil production of \_~1200 \_\_\_\_\_barrels per day, the estimated \* volume of gas to be flared is ~ 1500/month MCF; Value \_\_\_\_\_\_ per day. C. Name and location of nearest gas gathering facility: Targa Distance \_\_\_\_25miles \_\_\_\_Estimated cost of connection \_\_\_\_ D. E. This exception is requested for the following reasons: Third party facility is having intermittent compressor trouble at their facility. Gas goes back to sales when compressor comes back on. Gramma Ridge 14 24 34 #1H; Gramma Ridge 14 24 34 #2H; Gramma Ridge 14 24 34 #6H; Gramma Ridge 14 24 34 #8H; Gramma Ridge 14 24 34 #5H API# s (30-25-41811; 30-025-41731; 30-025-42060; 30-025-42289; 30-025-42059) OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above Approved Until \_\_ is true and complete to the best of my knowledge and belief. Signature \_ Cirily lanne Muillo Title Printed Name & Title Cindy Herrera-Murillo Permitting Specialist Date E-mail Address eeof@chevron.com Date 07/10/2018 Telephone No. 575-263-0431

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