

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

HOBBS OCD 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

JUL 11 2018

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, 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 Salado Draw 19 CTB (See Attached) Name of Pool Wildcat; Bone Spring
Location of Battery: Unit Letter C Section 18 & 19 Township 26S Range 33 E
Number of wells producing into battery 19 - (See Attached list of wells)
- B. Based upon oil production of 4000 barrels per day, the estimated * volume
of gas to be flared is ~250 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility: Energy Transfer
- D. Distance 0.5 mi Estimated cost of connection _____
- E. This exception is requested for the following reasons: Intermittent gas take away issues from the Ramsey Facility for long periods of time is not expected.

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 07/11/2018 Telephone No. 575-263-0431

OIL CONSERVATION DIVISION

Approved Until 10/11/2018

By Mary G Brown

Title AO/I

Date 7/11/2018

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



C-129 for Salado Draw 19 CTB

Salado Draw Wells

| Name | API# |
|------------------------------|----------------|
| Salado Draw 18 26 33 Fed #3H | 30-025-42278 / |
| Salado Draw 18 26 33 Fed #4H | 30-025-42279. |
| Salado Draw 19 26 33 Fed #3H | 30-025-42280 |
| Salado Draw 19 26 33 Fed #4H | 30-025-42281 |
| Salado Draw 18 26 33 Fed #1H | 30-025-42659 |
| Salado Draw 18 26 33 Fed #2H | 30-025-42660 |
| Salado Draw 19 26 33 Fed #1H | 30-025-42661 |
| Salado Draw 19 26 33 Fed #2H | 30-025-42662 |
| SD EA 18 Federal P6 #5H | 30-025-42795 |
| SD EA 18 Federal P6 #6H | 30-025-42796 |
| SD EA 19 Federal P6 #5H | 30-025-42797 |
| SD EA 19 Federal P6 #6H | 30-025-42798 |
| SD EA 19 Federal P6 #7H | 30-025-42799 |
| Porter Brown #1H | 30-025-40802 |
| SD EA 18 19 Fed Com P15 16H | 30-025-44088 |
| SD EA 18 19 Fed Com P15 17H | 30-025-44089 |
| SD EA 18 19 Fed Com P15 18H | 30-025-44090 |
| SD EA 18 19 Fed Com P15 19H | 30-025-44167 |
| SD EA 18 19 Fed Com P15 20H | 30-025-44091 |