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
811 S. First St., Arresia, NM 88210 HOBBS OCD
District III
1000 Rio Brazos Road, Aztec, NM 87410

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

Submit one copy to appropriate District Office

District IV 1220 S. St. Francis Dr., Santa Fe, NM 81164 1 1 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)

Applicant Chevron USA Inc. A. 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 23 CTB (See Attached) Name of Pool Jennings, Upper Bone Spring Location of Battery: Unit Letter M Section 14 Township 26S Range 33 E Number of wells producing into battery 20- (See Attached list of wells) Based upon oil production of Approx 3000 barrels per day, the estimated * volume В. of gas to be flared is ______ per day. ______ per day. Ċ. Name and location of nearest gas gathering facility: Distance 0.5 mi Estimated cost of connection D. This exception is requested for the following reasons: No gas take away. 3rd Party Line E. Repair 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 ____ Curdylowe Muish ___ Title Printed Name Cindy Herrera-Murillo **Permitting Specialist** & Title Date _ E-mail Address eeof@chevron.com

Date 07/112018 Telephone No. 575-263-0431

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



C-129 for Salado Draw 23 CTB

Salado Draw Wells

| Name | API# |
|----------------------|--------------|
| SD WE 14 Fed P7 #3H | 30-025-43086 |
| SD WE 14 Fed P7 #4H | 30-025-43087 |
| SD WE 23 Fed P7 #3H | 30-025-43088 |
| SD WE 23 Fed P7 #4H | 30-025-43089 |
| SD WE 14 Fed P5 #1H | 30-025-42800 |
| SD WE 14 Fed P5 #2H | 30-025-42801 |
| SD WE 23 Fed P5 #1H | 30-025-42802 |
| SD WE 23 Fed P5 #2H | 30-025-42803 |
| SD WE 23 Fed P25 #4H | 30-025-43463 |
| SD WE 23 Fed P25 #5H | 30-025-43460 |
| SD WE 23 Fed P25 #6H | 30-025-43461 |
| SD WE 23 Fed P25 #7H | 30-025-43462 |
| SD WE 15 FED P12 #1H | 30-025-43613 |
| SD WE 15 FED P12 #2H | 30-025-43594 |
| SD WE 15 FED P12 #3H | 30-025-43595 |
| SD WE 15 FED P12 #4H | 30-025-43596 |
| SD WE 15 FED P9 #5H | 30-025-43640 |
| SD WE 15 FED P9 #6H | 30-025-43641 |
| SD WE 15 FED P9 #7H | 30-025-43642 |
| SD WE 15 FED P9 #8H | 30-025-43678 |