

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)

- A. Applicant LINN Operating, Inc.,
whose address is 600 Travis Street, Suite 5100, Houston, TX 77002,
hereby requests an exception to Rule 19.15.18.12 for 60 days or until
July 12, Yr 2016, for the following described tank battery (or LACT):
Name of Lease: State B Name of Pool: Grayburg Jackson;SR-Q-G-SA
Location of Battery: Unit Letter J Section 16 Township 17S Range 31E
Number of wells producing into battery: 5 (See Attachment)
- B. Based upon oil production of 57 barrels per day, the estimated * volume
of gas to be flared is 320 MCF; Value \$694.47 per day.
- C. Name and location of nearest gas gathering facility:
Frontier sales point on lease
- D. Distance 0 Estimated cost of connection: No other options
- E. This exception is requested for the following reasons:
Frontier Gas Plant requested S/I due to high nitrogen content in gas for this battery
(State B #604 API # 30-015-41712)

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 Laura A. Moreno
Printed Name Laura A. Moreno
& Title Regulatory Compliance Advisor
E-mail lmoreno@linnenergy.com

Date 5/12/2016 Telephone No. 713-904-6657

OIL CONSERVATION DIVISION

Approved Until 7/12/2016

By Markus Brown

Title _____

Date 5/17/2016

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

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12
PAGE TWO (ATTACHMENT)

| STATE B BATTERY | API # |
|------------------------|--------------|
| FOC B STATE #010 | 30-015-36254 |
| FOC B STATE #011 | 30-015-36255 |
| STATE B #012 | 30-015-36256 |
| STATE B #604 | 30-015-41712 |
| STATE B #615 | 30-015-42540 |