District 1 1625 N. French Dr., Hobbs, NM 88240	gy Minerals and Natural Resources		Form C-129
District II			Revised August 1, 2011
811 S. First St., Artesia, NM 88210AUG 3 0 2016District III1000 Rio Brazos Road, Aztec, NM 87410	Santa re, NM 8/303		Submit one copy to appropriate District Office
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505ECEIVED	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)

Α.	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 <u>an additional 30</u> days or until
	October 1, 2016 , for the following described tank battery (or LACT):
	Name of Lease: <u>Phillips Lea South Battery</u> Name of Pool: <u>Vacuum:Grayburg-San Andres</u>
	Location of Battery: Unit Letter J_ Section 31_Township 17S_Range 34E
	Number of wells producing into battery:5 (See Attached Listing)
в.	Based upon oil production of 30 barrels per day, the estimated * volume
	of gas to be flared is _96 MCF/D; Value @ \$2.35 MCF for a total of \$225.60/day.
c.	Name and location of nearest gas gathering facility:
	DCP Sales Point
D.	Distance <u>0</u> Estimated cost of connection: <u>No other options</u>
E.	This exception is requested for the following reasons:
	DCP Line Repair
	(Phillips Lea #003 API # 30-025-02155)

OPERATOR	OIL CONSERVATION DIVISION
I hereby certify that the rules and regulations of the Oil Conservation	1-1 1-
Division have been complied with and that the information given above	Approved Until 10/1/2014
is true and complete to the best of my cowledge and belief.	
AVING ISVDIA	
Signature NUMA ASOLA	By Mad 24R
Printed Name Debra/Gordon	by Malaunt
& Title <u>Regulatory Manager</u>	By Manger Brown
E-mail dgordon@linnenergy.com	Title
	01-1-1-1
	Date 8/31/2016
Date 8/30/2016 Telephone No. 281.840.4010	· · ·

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

HOBES OCD AUG 3 0 2016 RECEIVED

PHILLPS LEA SOUTH BATTERY

API	Well Name	Well Number	Type	Lease	
30-025-02155	PHILLIPS LEA	#003	Oil	State	
30-025-23161	PHILLIPS LEA	#005	Oil	State	
30-025-23345	PHILLIPS LEA	#006	Oil	State	
30-025-23582	PHILLIPS LEA	#008	Oil	State	
30-025-42004	PHILLIPS LEA	#105	Oil	State	

POOL: VACUUM; GRAYBURG/SAN ANDRES