-District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III	Energy	HOBBS OCD State of New Mexico Energy Minerals and Natural Resources JUN 17 2014 Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505		Form C-129 Revised August 1, 201 Submit one copy to appropriate District Office	
1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	RECEIVED	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 ST., SUITE 5100, HOUSTON, TX 77002,

hereby requests an exception to Rule 19.15.18.12 for _____60__days or until

AUGUST 16, Yr 2014, for the following described tank Satellite (or LACT):

Name of Lease MALJAMAR GRAYBURG (SOUTH SATELLITE) Name of Pool GRAYBURG JACKSON

Location of Satellite: Unit Letter K_Section 09 Township 17S Range 32E

Number of wells producing into Satellite _6

B. Based upon oil production of <u>2 per well</u> barrels per day, the estimated * volume

of gas to be flared is <u>41</u> MCF; Value <u>\$194.34</u> per day.

C. Name and location of nearest gas gathering facility:

DCP & Hobbs/Carlsbad Hwy

- D. Distance <u>2 miles</u> Estimated cost of connection
- E. This exception is requested for the following reasons: DCP leak on a line.

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	OIL CONSERVATION DIVISION Approved Until 8/16/2014 Mailey, Thown
Printed Name <u>Terry B. Callahan</u> & Title <u>Regulatory Compliance Specialist, III</u> E-mail Address <u>tcallahan@linnenergy.com</u> Date <u>6-16-2014</u> Telephone No. <u>281-840-4272</u>	By Title <u>COMPLIANCE OFFICER</u> Date <u>6-1772014</u>

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

API	Well Name	Well Number	Туре	Lease	Status
30-025-2138	5 MALIAMAR GRAYBURG UNIT	#041	Oil	Private	Active
30-025-2014	MALIAMAR GRAYBURG UNIT	#067	Oil	Private	Active
30-025-2076	5 MALIAMAR GRAYBURG UNIT	#070	Oil	Private	Active
30-025-0055	5 MALIAMAR GRAYBURG UNIT	#072	Oil	Private	Active
30-025-3320	7 MALIAMAR GRAYBURG UNIT	#079	Oil	Private	Active
30-025-3328	3 MALIAMAR GRAYBURG UNIT	#080	Oil	State	Active
30-025-3320	3 MALIAMAR GRAYBURG UNIT	#087	Oil	Private	Active
30-025-3406	3 MALIAMAR GRAYBURG UNIT	#127	Oil	Private	Active
30-025-3406	4 MALIAMAR GRAYBURG UNIT	#128	Oil	Private	Active

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