State of New Mexico Energy Minerals and Natural Resources 1625 N. French Dr., Hobbs, NM 88240 Form C-129 Revised August 1, 2011 District II 811 S. First St., Artesia, NM 88210 Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit one copy to appropriate District Office 1000 Rio Brazos Road, Aztec, NM 874 0 JAN 1 3 2016 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 Street, Suite 5100, Houston, TX 77002 hereby requests an exception to Rule 19.15.18.12 for March 13 , Yr 2016 , for the following described tank battery (or LACT): Name of Lease EAST HOBBS SAN ANDRES Name of Pool: HOBBS; SAN ANDRES, EAST Location of Battery: Unit Letter H Section 30 Township 18S Range 39E Number of wells producing into battery: 36 (See Attached Listing) Based upon oil production of 142 barrels per day, the estimated * volume B. of gas to be flared is 797 MCF Value \$1801.83 MCF/D. C. Name and location of nearest gas gathering facility: DCP sales point on lease D. Distance 0 Estimated cost of connection: No other options E. This exception is requested for the following reasons: DCP down for repairs and maintenance. (East Hobbs San Andres Unit #207 API # 30-025-37814) **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 is true and complete to the best of my knowledge and belief,

Signature / Printed Name Laura A. Moreno

& Title Regulatory Compliance Advisor

E-mail Imoreno@linnenergy.com

Approved Until

Title

Date

Date 1/13/2016

Telephone No. 713-904-6657

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

EAST HOBBS SAN ANDRES UNIT

API	Well Name	Well Number	Туре	Lease
30-025-37814	EAST HOBBS SAN ANDRES UNIT	#207	Oil	Private
30-025-39222	EAST HOBBS SAN ANDRES UNIT	#210	Oil	Private
30-025-40322	EAST HOBBS SAN ANDRES UNIT	#305	Oil	Private
30-025-36896	EAST HOBBS SAN ANDRES UNIT	#308	Oil	Private
30-025-36833	EAST HOBBS SAN ANDRES UNIT	#310	Oil	Private
30-025-40433	EAST HOBBS SAN ANDRES UNIT	#312	Oil	Private
30-025-24338	EAST HOBBS SAN ANDRES UNIT	#406	Oil	Private
30-025-37815	EAST HOBBS SAN ANDRES UNIT	#407	Oil	Private
30-025-34578	EAST HOBBS SAN ANDRES UNIT	#408	Oil	Private
30-025-40324	EAST HOBBS SAN ANDRES UNIT	#411	Oil	Private
30-025-07944	EAST HOBBS SAN ANDRES UNIT	#412	Oil	Private
30-025-34513	EAST HOBBS SAN ANDRES UNIT	#507	Oil	Private
30-025-37528	EAST HOBBS SAN ANDRES UNIT	#508	Oil	Private
30-025-34787	EAST HOBBS SAN ANDRES UNIT	#510	Oil	Private
30-025-37816	EAST HOBBS SAN ANDRES UNIT	#511	Oil	Private
30-025-39197	EAST HOBBS SAN ANDRES UNIT	#513	Oil	State
30-025-07941	EAST HOBBS SAN ANDRES UNIT	#515	Oil	Private
30-025-34012	EAST HOBBS SAN ANDRES UNIT	#604	Oil	Private
30-025-37817	EAST HOBBS SAN ANDRES UNIT	#605	Oil	Private
30-025-34612	EAST HOBBS SAN ANDRES UNIT	#606	Oil	Private
30-025-37818	EAST HOBBS SAN ANDRES UNIT	#607	Oil	Private
30-025-36831	EAST HOBBS SAN ANDRES UNIT	#608	Oil	Private
30-025-34996	EAST HOBBS SAN ANDRES UNIT	#609	Oil	Private
30-025-29057	EAST HOBBS SAN ANDRES UNIT	#610	Oil	Private
30-025-34013	EAST HOBBS SAN ANDRES UNIT	#611	Oil	Private
30-025-07949	EAST HOBBS SAN ANDRES UNIT	#702	Oil	Private
30-025-07957	EAST HOBBS SAN ANDRES UNIT	#706	Oil	Private
30-025-36895	EAST HOBBS SAN ANDRES UNIT	#707	Oil	Private
30-025-07958	EAST HOBBS SAN ANDRES UNIT	#709	Oil	Private
30-025-36893	EAST HOBBS SAN ANDRES UNIT	#711	Oil	Private
30-025-40325	EAST HOBBS SAN ANDRES UNIT	#805	Oil	Private
30-025-37527	EAST HOBBS SAN ANDRES UNIT	#808	Oil	Private
30-025-40326	EAST HOBBS SAN ANDRES UNIT	#810	Oil	Private
	EAST HOBBS SAN ANDRES UNIT	#813	Oil	State
30-025-07965	EAST HOBBS SAN ANDRES UNIT	#911	Oil	State
30-025-07964	EAST HOBBS SAN ANDRES UNIT	#914	Oil	State