<u>District I</u> 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 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 RUL

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

		3011						
A.	Applicant Linn Operating, LLC	RECEIVED .						
	whose address is 600 Travis, Suite 1400	, Houston,TX 77002 , hereby						
	requests an exception to Rule 19.15.18.12 fo	r 60 days or until						
	February 1 , Yr 2018 , for the following described tank battery (or LACT):							
	Name of Lease Phillips Lea North	Name of PoolVacuum; Grayburg-San Andres						
	Location of Battery: Unit LetterF	Section 31 Township 17S Range 34E						
	Number of wells producing into battery	5 (see attached list.)						
В.	Based upon oil production of32	barrels per day, the estimated * volume						
	of gas to be flared isM	CF/D; Value _@ \$2.98 totaling \$357.60 per day.						
C.	Name and location of nearest gas gathering f	facility:						
	DCP sales point on lease.							
D.	Distance 0Estimated c	ost of connectionNo other options.						
E.	This exception is requested for the following reasons:							
	DCP line repair.							
	Phillips Lea #001 (API# 30-025-02157)							
00000								
Division have be	hat the rules and regulations of the Oil Conservation en complied with and that the information given above lete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION Approved Until 2/1/2018						
Signature 1	Tindy Kotisky	By Mayley Strown						
Printed Name	ndy Kotesky - Regulatory Specialist I	TitleAO/II						
	ss_mkotesky@linnenergy.com	Date 12/16/2017						
Date 12-3-2	017 Telephone No. 281-840-4208							

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

Phillips Lea Battery

Battery	API	Well Name	Well Number	Туре	Lease	Status
North	30-025-02157	PHILLIPS LEA	#001	Oil	State	Active
North	30-025-02163	PHILLIPS LEA	#002	Oil	State	Active
North	30-025-23513	PHILLIPS LEA	#007	Oil	State	Active
North	30-025-39184	PHILLIPS LEA	#013	Oil	State	Active
North	30-025-42003	PHILLIPS LEA	#104	Oil	State	Active