District I 1625 N. French Dr., Hobbs, NM 88240 District III 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 CC Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-129 Revised August 1, 2011

DEC 17 2014Submit 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, Ste. 5100, Houston, TX 77002

hereby requests an exception to Rule 19.15.18.12 for _____60 ____days or until

<u>February 10th</u> Yr <u>2015</u>, for the following described tank battery (or LACT):

Name of Lease <u>EAST HOBBS SAN ANDRES</u> Name of Pool <u>HOBBS; SAND ANDRES EAST</u>

Location of Battery: Unit Letter <u>I</u> Section <u>30</u> Township <u>18S</u> Range <u>39E</u>

Number of wells producing into battery 36 (see attached listing)

B. Based upon oil production of 150 barrels per day, the estimated * volume

of gas to be flared is <u>842MCF</u>; Value <u>\$3,282.80</u> MCF per day.

C. Name and location of nearest gas gathering facility:

DCP Sales Point on Lease

- D. Distance <u>0</u> Estimated cost of connection: <u>No other options</u>
- E. This exception is requested for the following reasons: DCP expressing compressor failures

OPERATOR	OIL CONSERVATION DIVISION
I hereby certify that the rules and regulations of the Oil Conservation	21,0/201-
Division have been complied with and that the information given above	Approved Until 2/10/2013
is true and complete to the best of my knowledge and belief.	MILINK
in Aland Len	Materialinaun
Signature Mar Anna	By
Printed Name	Title DISE. Supervisor
& Title Alex Bolanos, Reg. Compl. Spec II	The cost construction
	17/22/2011/2
E-mail Address <u>abolanos@linnenergy.com</u>	Date 12123/2014
	• •
Date <u>12/15/14</u> Telephone No. <u>281-840-4352</u>	

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

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
30-025-07956	EAST HOBBS SAN ANDRES UNIT	#307	Oil	Private
30-025-36896	EAST HOBBS SAN ANDRES UNIT	#308	Oil	Private
30-025-36833	EAST HOBBS SAN ANDRES UNIT	#310	Oil	Private
30-025-24338	EAST HOBB5 5AN 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
30-025-36832	EAST HOBBS SAN ANDRES UNIT	#505	Oil	Private
30-025-34513	EAST HOBBS SAN ANDRES UNIT	#507	Oil	Private
30-025-37528	EAST HOBB5 5AN 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 HOBB5 5AN ANDRES UNIT	#607	Oil	Private
30-025-36831	EAST HOBBS SAN ANDRES UNIT	#608	Oil	Private
30-025-34996	EAST HOBBS SAN ANDRES UNIT	#60 9	Oil	Private
30-025-29057	EAST HOBB5 SAN ANDRES UNIT	<i>#</i> 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 HOBB5 SAN ANDRES UNIT	#707	Oil	Private
30-025-07958	EAST HOBBS SAN ANDRES UNIT	#709	Oil	Private
30-025-36893	EAST HOBB5 5AN ANDRES UNIT	#711	Oil	Private
	EAST HOBBS SAN ANDRES UNIT	#80S	Oil	Private
30-025-37527	EAST HOBBS SAN ANDRES UNIT	#808	Oil	Private
30-025-40326	EAST HOBBS SAN ANDRES UNIT	#810	Oil	Private
30-025-39198	EAST HOBBS SAN ANDRES UNIT	#813	Oil	State
30-025-07961	EAST HOBBS SAN ANDRES UNIT	#910	Oil	Private
	EAST HOBBS SAN ANDRES UNIT	#911	Oil	State
30-025-07965	CAST HOUDS SAN ANDRES ONT			