

District I  
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  
District IV  
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 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 an additional 30 days or until  
October 1, 2016, for the following described tank battery (or LACT):  
Name of Lease State 36 Name of Pool: Vacuum; Grayburg-San Andres  
Location of Battery: Unit Letter 1 Section 36 Township 17S Range 33E  
Number of wells producing into battery: 5
- B. Based upon oil production of 38 barrels per day, the estimated \* volume  
of gas to be flared is 160 MCF/D; Value @ \$2.35 MCF for a total of \$376/day.
- C. Name and location of nearest gas gathering facility:  
DGP sales point on lease
- D. Distance 0 Estimated cost of connection: No other options
- E. This exception is requested for the following reasons:  
DGP Line repair

**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 Debra Gordon

Printed Name Debra Gordon

& Title Regulatory Manager

E-mail dgordon@linnenergy.com

Date 8/30/2016

Telephone No. 281-840-4010

**OIL CONSERVATION DIVISION**

Approved Until 10/1/2016

By Mary Brown

Title Dist. Supervisor

Date 8/31/2016

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

HOBBS OCD

AUG 30 2016

RECEIVED

STATE 36 BATTERY

	<u>API</u>	<u>WELL NAME</u>	<u>WELL #</u>	<u>TYPE</u>	<u>LEASE</u>
1.	30-025-31182	State 36	#001	Oil	State
2.	30-025-31905	State 36	#003	Oil	State
3.	30-025-32260	State 36	#004	Oil	State
4.	30-025-36642	State 36	#005	Oil	State
5.	30-025-42005	State 36	#102	Oil	State

POOL: VACUUM; GRAYBURG/SAN ANDRES