HOBBS OCD

District I
1625 N. French Dr., Hobbs, NM 88240

District II
1000 Rio Brazos Road, Aztec, NM 87410

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

NFO Permit

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 St., Ste. 5100, Houston, TX 77002
hereby requests an exception to Rule 19.15.18.12 for 60 days days or until
December 05 , Yr 2016, for the following described tank battery (or LACT):
Name of Lease <u>Caprock Maljamar Unit</u> Name of Pool <u>Maljamar: Grayburg-San Andres</u>
Location of Battery: Unit Letter I Section 24 Township 17S Range 32E
Number of wells producing into battery 24 (See attached list)
B. Based upon oil production of 21 barrels per day, the estimated * volume
of gas to be flared isMCF; Value\$124.41per day.
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: <u>Correction of C-129 submitted 10/10/16</u> .
DCP valve failure - under repair. Flaring from CMU B Battery, attached list has been
been revised to include federal wells.
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. OIL CONSERVATION DIVISION Approved Until 12/5/2016
Signature By Waley Brown
Printed Name
& Title Bart Treviño - Regulatory Specialist II Title Supervision
E-mail Address <u>btrevino@linnenergy.com</u> Date 10/24/2016
Date 10/13/2016 Telephone No. 713-904-6684

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

CMU 'B' BATTERY

	API	WELL NAME	WELL 3	TYPE	LEASE
1	30-025-00663	CAPROCK MALIAMAR UNIT	#063	Oil	Federal
1	30-025-01483	CAPROCK MALIAMAR UNIT	#065	Oil	State
3	30-025-00670	CAPROCK MALIAMAR UNIT	#073	Oil	Federal
2	30-025-33263	CAPROCK MALIAMAR UNIT	#146	Oil	State
3	30-025-33264	CAPROCK MALIAMAR UNIT	#147	Oil	State
4	30-025-24242	CAPROCK MALIAMAR UNIT	#148	Oil	State
5	30-025-33005	CAPROCK MALIAMAR UNIT	#159	Oil	State
6	30-025-32927	CAPROCK MALJAMAR UNIT	#160	Oil	State
7	30-025-32928	CAPROCK MALIAMAR UNIT	#161	Oil	State
8	30-025-32929	CAPROCK MALIAMAR UNIT	#162	Oil	State
9	30-025-32930	CAPROCK MALIAMAR UNIT	#163	Oil	State
12	30-025-33517	CAPROCK MALIAMAR UNIT	#171	Oil	Federal
13	30-025-33423	CAPROCK MALJAMAR UNIT	#172	Oil	Federal
14	30-025-32201	CAPROCK MALIAMAR UNIT	#173	Oil	Federal
10	30-025-32426	CAPROCK MALIAMAR UNIT	#176	Oil	State
11	30-025-31980	CAPROCK MALIAMAR UNIT	#177	Oil	State
17	30-025-33422	CAPROCK MALIAMAR UNIT	#186	Oil	Federal
18	30-025-33421	CAPROCK MALIAMAR UNIT	#187	Oil	Federal
19	30-025-24810	CAPROCK MALJAMAR UNIT	#201	Oil	Federal
20	30-025-26552	CAPROCK MALIAMAR UNIT	#202	Oil	Federal
12	30-025-33270	CAPROCK MALJAMAR UNIT	#207	Oil	State
13	30-025-33084	CAPROCK MALIAMAR UNIT	#208	Oil	State
14	30-025-33201	CAPROCK MALIAMAR UNIT	#209	Oil	State
24	30-025-33841	CAPROCK MALIAMAR UNIT	#268	Oil	Federal