District I
1625 N. French Dr., Hobbs, NM 88240
HOBBS
OCOIL Conservation Division
1220 South St., Francis Dr.
Santa Fe, NM 87505 State of New Mexico Energy Minerals and Natural Resources

District III

1000 Rio Brazos Road, Aztec, NM 87410 JAN 2 3 2017 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No. RECEIVED

(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.	A. Applicant LINN Operating, Inc. , whose address is 600 Travis, Suite 1400, Houston, TX 77002 ,		
	hereby requests an exception to Rule 19.15.18	3.12 fordays or until	
	March 1 , Yr 2017, for the following described tank battery (or LACT):		
	Name of Lease <u>Lea LL State</u>	Name of Pool Maljamar; Grayburg-San Andres	
	Location of Battery: Unit Letter F S	ection 32 Township 17S Range 32E	
	Number of wells producing into battery 1 (Lea LL State #1 API #3-025-27443)		
B.	Based upon oil production of7	barrels per day, the estimated * volume	
	of gas to be flared is MCF;/D Value <u>@ 3.37 totaling \$64.03</u> per day.		
C.	Name and location of nearest gas gathering facility:		
	Frontier sales point on lease		
D.	Distance 0 Estimated cost of connection N/A, no other options		
E.	This exception is requested for the following reasons: Frontier Gas not accepting this gas at		
their plant due to high nitrogen content. Last permit expired 12/31/16. This battery has			
continously flared since that time. Those volumes will be reported through this period.			
OPERATOR		OIL CONSERVATION DIVISION	
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. Applications of the Oil Conservation Application of the Oil Cons		Approved Until 3/1/201	
Signature / willy totaky By Maken Brown			
Drinted Name	O'(I)	10.14	
& Title Mindy Kotesky - Regulatory Specialist		Title AO/II	
E-mail Addres	ss_mkotesky@linnenergy.com	Date 1/23/2017	
Date 1-20-20	17 Telephone No. 281-840-4208		

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