

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)

RECEIVED

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, Suite 1400, Houston, TX 77002, hereby
requests an exception to Rule 19.15.18.12 for 60 days or until

February 24, Yr 2017, for the following described tank battery (or LACT):

Name of Lease South Leonard Unit Name of Pool Leonard; Queen, South

Location of Battery: Unit Letter C Section 24 Township 26S Range 37E

Number of wells producing into battery Multiple (see attached list)

B. Based upon oil production of 6 barrels per day, the estimated * volume
of gas to be flared is 4 MCF; D Value @ \$3.24 totaling \$12.96 per day.

C. Name and location of nearest gas gathering facility:

Energy Transfer's sales point on lease.

D. Distance 0 Estimated cost of connection No other options.

E. This exception is requested for the following reasons: Energy Transfer Plant down for 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 Mindy Kotesky

Printed Name
& Title Mindy Kotesky - Regulatory Specialist

E-mail Address mkotesky@linnenergy.com

Date 1-24-2017 Telephone No. 281-840-4208

OIL CONSERVATION DIVISION

Approved Until 2/24/2017

By Mary Brown

Title AO/II

Date 1/24/2017

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

South Leonard Queen Unit Battery

API	Well Name	Well Number	
30-025-12043	SOUTH LEONARD UNIT	#004	Federal
30-025-12047	SOUTH LEONARD UNIT	#005	Federal
30-025-12052	SOUTH LEONARD UNIT	#007	
30-025-12053	SOUTH LEONARD UNIT	#012	
30-025-29018	SOUTH LEONARD UNIT	#017	
30-025-29228	SOUTH LEONARD UNIT	#018	