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)

Applicant <u>LINN OPERATING</u> A. whose address is 600 Travis Street, Suite 5100, Houston, TX 77002 hereby requests an exception to Rule 19.15.18.12 for 30 days or until <u>February 16</u>, Yr 2014, for the following described tank battery (or LACT): Name of Lease CMU B Battery Name of Pool: Maljamar; Grayburg-San Andres Location of Battery: Unit Letter I Section 24 Township 17S Range 32E Number of wells producing into battery: 30 (see attached list) Based upon oil production of ______ 38 ____barrels per day, the estimated * volume В. **HOBBS OCD** of gas to be flared is 17 MCF; Value \$73 per day. JAN 1 6 2014 C. Name and location of nearest gas gathering facility: DCP's sales point on lease RECEIVED D. Distance 0 Estimated cost of connection: No other options E. This exception is requested for the following reasons: DCP IS DOWN FOR REPAIRS. OIL CONSERVATION DIVISION **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.

THREE	Haine
& Title	Terry Callahan - Reg Compliance Specialist III
	tcallahan@linnenergy.com
	;

Date 01/17/2014

Signature ____

Telephone No. 281-840-4272

Approved Until	2/28/2014
Pilot,	MALI THE I
Ву	Majey JSrown
Title	COMPLIANCE OFFICER

Date 1/16/2014

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

CMU B BATTERY

API	Well Name	Well Number	Туре	Lease
30-025-01483	CAPROCK MALIAMAR UNIT	#065	Oil	State
30-025-33263	CAPROCK MALIAMAR UNIT	#146	Oil	5tate
30-025-33264	CAPROCK MALJAMAR UNIT	#147	Oil	State
30-025-24242	CAPROCK MALIAMAR UNIT	#148	Oil	State
30-025-33005	CAPROCK MALIAMAR UNIT	#159	Oil	. 5tate
30-025-32927	CAPROCK MALIAMAR UNIT	#160	Oil	State
30-025-32928	CAPROCK MALIAMAR UNIT	#161	Oil	State
30-025-32929	CAPROCK MALIAMAR UNIT	#162	Oil -	State
30-025-32930	CAPROCK MALJAMAR UNIT	#163	Oil	State
30-025-32426	CAPROCK MALIAMAR UNIT	#176	Oil	5tate
30-025-31980	CAPROCK MALIAMAR UNIT	#177	Oil	State
30-025-33270	CAPROCK MALIAMAR UNIT	#207	Oil	State
30-025-33084	CAPROCK MALIAMAR UNIT	#208	Oil	State
30-025-33201	CAPROCK MALIAMAR UNIT	#209	Oil	State