

HOBBS OCD

SEP 20 2016

RECEIVED

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 60 days or until  
November 18, 2016, for the following described tank battery (or LACT):

Name of Lease: Phillips Lea South Battery Name of Pool: Vacuum; Grayburg-San Andres  
Location of Battery: Unit Letter J Section 31 Township 17S Range 34E  
Number of wells producing into battery: 5 (See Attached Listing)

B. Based upon oil production of 29 barrels per day, the estimated \* volume  
of gas to be flared is 85 MCF/D; Value @ \$3.00 MCF for a total of \$225.00/day.

C. Name and location of nearest gas gathering facility:  
DCP Sales Point

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

E. This exception is requested for the following reasons:  
DCP Line Repair  
(Phillips Lea #003 API # 30-025-02155)

**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 Mindy Kotesky  
& Title Regulatory Specialist  
E-mail mkotesky@linenergy.com  
Date 9/20/2016 Telephone No. 281.840.4208

**OIL CONSERVATION DIVISION**  
Approved Until 11/30/2016  
By Mary Brown  
Title Dist Supervisor  
Date 9/20/2016

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

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**PHILLIPS LEA SOUTH BATTERY**

<b>API</b>	<b>Well Name</b>	<b>Well Number</b>	<b>Type</b>	<b>Lease</b>
30-025-02155	PHILLIPS LEA	#003	Oil	State
30-025-23161	PHILLIPS LEA	#005	Oil	State
30-025-23345	PHILLIPS LEA	#006	Oil	State
30-025-23582	PHILLIPS LEA	#008	Oil	State
30-025-42004	PHILLIPS LEA	#105	Oil	State

**POOL: VACUUM; GRAYBURG/SAN ANDRES**