

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 87440  
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)

HOBBS OGD  
OCT 06 2016  
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 St., Ste. 5100, Houston, TX 77002,  
hereby requests an exception to Rule 19.15.18.12 for 90 days days or until  
December 31st, Yr 2016, for the following described tank battery (or LACT):  
Name of Lease Lea LL State Name of Pool Maljamar; Grayburg-San Andres  
Location of Battery: Unit Letter F Section 32 Township 17S Range 32E  
Number of wells producing into battery 1 (Lea LL State #1 API #30-025-27443)
- B. Based upon oil production of 7 barrels per day, the estimated \* volume  
of gas to be flared is 12 MCF; Value 35.64 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 07/12/2016.  
This battery has continuously flared since that time. Those volumes have been/  
will be reported through this period.

**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 [Signature]

Printed Name  
& Title Bart Treviño - Regulatory Specialist II

E-mail Address btrevino@linnenergy.com

Date 10/05/2016 Telephone No. 713-904-6684

**OIL CONSERVATION DIVISION**

Approved Until 12/31/2016

By Marys Brown

Title Dist. Supervisor

Date 10/16/2016

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