

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

HOBBS OGD State of New Mexico
Energy Minerals and Natural Resources

MAR 08 2017 Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED

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, Suite 1400, Houston, TX 77002, hereby
requests an exception to Rule 19.15.18.12 for 60 days or until
April 29, Yr 2017, 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 7.5 barrels per day, the estimated * volume
of gas to be flared is 19 MCF/D Value @ \$2.90 totaling \$55.10 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 3/1/17. This battery has
continuously flared since that time. Those volumes 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 Mindy Kotesky

Printed Name
& Title Mindy Kotesky - Regulatory Specialist

E-mail Address mkotesky@linnenergy.com

Date 03/07/17 Telephone No. 281-840-4208

OIL CONSERVATION DIVISION

Approved Until 4/29/2017

By Maljamar Brown

Title AO/II

Date 3/8/2017

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