

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
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

SEP 07 2017
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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 November 5, Yr 2017, for the following described tank battery (or LACT):
 - B. Name of Lease Caprock Maljamar Unit Name of Pool Maljamar; Grayburg-San Andres
Location of Battery: Unit Letter E Section 28 Township 17S Range 33E
Number of wells producing into battery 7 (see attached list of C Battery wells)
 - C. Based upon oil production of 39 barrels per day, the estimated * volume of gas to be flared is 22 MCF/D; Value @ \$2.97 totaling \$65.34 per day.
 - D. Name and location of nearest gas gathering facility:
DCP sales point on lease.
 - E. Distance 0 Estimated cost of connection no other options
 - F. This exception is requested for the following reasons:
DCP plant shut down for maintenance.
- Caprock Majlamar Unit #236 (API# 30-025-33504)

<p>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.</p> <p>Signature <u><i>Mindy Kotesky</i></u></p> <p>Printed Name & Title <u>Mindy Kotesky - Regulatory Specialist I</u></p> <p>E-mail Address <u>mkotesky@linnenergy.com</u></p> <p>Date <u>9-6-17</u> Telephone No. <u>281-840-4208</u></p>	<p>OIL CONSERVATION DIVISION</p> <p>Approved Until <u>11/5/2017</u></p> <p>By <u><i>Mary Brown</i></u></p> <p>Title <u>AO/II</u></p> <p>Date <u>9/7/2017</u></p>
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* Gas-Oil ratio test may be required to verify estimated gas volume.

Caprock Maljamar Unit

Battery	API	Well Name	Well Number	Type	Lease	Status
C	30-025-33504	CAPROCK MALJAMAR UNIT	#236	Oil	State	Active
C	30-025-33242	CAPROCK MALJAMAR UNIT	#242	Oil	State	Active
C	30-025-33243	CAPROCK MALJAMAR UNIT	#243	Oil	State	Active
C	30-025-33244	CAPROCK MALJAMAR UNIT	#244	Oil	State	Active
C	30-025-33245	CAPROCK MALJAMAR UNIT	#250	Oil	State	Active
C	30-025-34110	CAPROCK MALJAMAR UNIT	#282	Oil	Private	Active
C	30-025-34194	CAPROCK MALJAMAR UNIT	#284	Oil	State	Active