

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

RECEIVED

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, LLC,
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
February 1, Yr 2018, for the following described tank battery (or LACT):
Name of Lease Phillips Lea North Name of Pool Vacuum; Grayburg-San Andres
Location of Battery: Unit Letter F Section 31 Township 17S Range 34E
Number of wells producing into battery 5 (see attached list.)
- B. Based upon oil production of 32 barrels per day, the estimated * volume
of gas to be flared is 120 MCF/D; Value @ \$2.98 totaling \$357.60 per day.
- C. Name and location of nearest gas gathering facility:
DCP sales point on lease.
- D. Distance 0 Estimated cost of connection No other options.
- E. This exception is requested for the following reasons: _____
DCP line repair.

Phillips Lea #001 (API# 30-025-02157)

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 <u>Mindy Kotesky</u> Printed Name & Title <u>Mindy Kotesky - Regulatory Specialist I</u> E-mail Address <u>mkotesky@linenergy.com</u> Date <u>12-3-2017</u> Telephone No. <u>281-840-4208</u>	OIL CONSERVATION DIVISION Approved Until <u>2/1/2018</u> By <u>Marys Brown</u> Title <u>AO/II</u> Date <u>12/18/2017</u>
---	---

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

Phillips Lea Battery

Battery	API	Well Name	Well Number	Type	Lease	Status
North	30-025-02157	PHILLIPS LEA	#001	Oil	State	Active
North	30-025-02163	PHILLIPS LEA	#002	Oil	State	Active
North	30-025-23513	PHILLIPS LEA	#007	Oil	State	Active
North	30-025-39184	PHILLIPS LEA	#013	Oil	State	Active
North	30-025-42003	PHILLIPS LEA	#104	Oil	State	Active