

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

July 9, Yr 2015, for the following described tank battery (or LACT):

Name of Lease: Hale State Name of Pool: Vacuum; Grayburg-San Andres

Location of Battery: Unit Letter E Section 31 Township 17S Range 34E

Number of wells producing into battery: 3 (see attached list)

B. Based upon oil production of 4 barrels per day, the estimated * volume

of gas to be flared is 22 MCF Value \$59.29 MCF/D.

C. Name and location of nearest gas gathering facility:

HOBBS OCD

DCP sales point on lease

JUN 02 2015

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

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E. This exception is requested for the following reasons:

DCP experiencing highline pressure

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 Laura A. Moreno

Printed Name Laura A. Moreno

& Title Regulatory Compliance Advisor

E-mail lmoreno@linnenergy.com

Date 5/10/2015

Telephone No. 713-904-6657

OIL CONSERVATION DIVISION

Approved Until July 9, 2015

By Markus Brown

Title Dist. Supervisor

Date 6/3/2015

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

JUN 02 2015

HALE STATE BATTERY

API	Well Name	Well Number	Type	Lease
30-025-02154	HALE STATE	#001	Oil	State
30-025-23426	HALE STATE	#002	Oil	State
30-025-39785	HALE STATE	#004	Oil	State