

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

**HOBBS OCD** 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 05 2017

NFO Permit No. \_\_\_\_\_  
(For Division Use Only)

**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.
- B. whose address is 600 Travis, Ste. 1400, Houston, TX 77002
- C. hereby requests an exception to Rule 19.15.18.12 for 60 days or until  
October 28, Yr 2017, for the following described tank battery (or LACT):
- D. Name of Lease Hale State Name of Pool Vacuum;Grayburg-SanAndres  
Location of Battery: Unit Letter E Section 31 Township 17S Range 34E  
Number of wells producing into battery 4 (see attached list)
- E. Based upon oil production of 6 barrels per day, the estimated \* volume  
of gas to be flared is 25 MCF/D; Value @ \$3.04 totaling \$76.00 per day.
- F. Name and location of nearest gas gathering facility:  
DCP sales point on lease.
- G. Distance 0 Estimated cost of connection No other options.
- H. This exception is requested for the following reasons: \_\_\_\_\_  
DCP line repair.  
\_\_\_\_\_  
Hale State #1 (API# 30-025-02154)

**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 \_\_\_\_\_

Printed Name  
& Title Mindy Koteksky - Regulatory Specialist I

E-mail Address mkotesky@linnenergy.com

Date 9-1-17 Telephone No. 281-840-4208

**OIL CONSERVATION DIVISION**

Approved Until 10/28/2017

By Mindy Koteksky

Title AO/II

Date 9/5/2017

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

## 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

POOL: VACUUM; GRAYBURG/SAN ANDRES