HOBBS OCD

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 JUL 1 4 2015 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**ECNIMED**

(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 <u>LINN Operating, Inc.</u>					
	whose address is 600 Travis Street, Suite 5100, Houston, TX 77002,					
	hereby requests an exception to Rule 19.15.18.12 for					
	July 10 , Yr 2015 , for the following described tank battery (or LACT):					
	Name of Lease: Hale State Name of Pool: Vacuum; Grayburg-San Andres					
	cation of Battery: Unit Letter <u>E</u> Section <u>31</u> Township <u>17S</u> Range <u>34E</u>					
	Number of wells producing into battery: 3	(see attached list)				
B.	Based upon oil production of 3 barrels pe	arrels per day, the estimated * volume				
	of gas to be flared is 17 MCF Value \$46.66 MCF/D.					
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 experiencing highline pressure					
	Hale #1 (API 30-025-02154)					
OPERATOR	C	OIL CONSERVATION DIVISION				
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.		Approved Until 9/10/2015				
Signature Anno OA MUNO		Majeys Brown				
& Title Regulatory Compliance Advisor E-mail Imoreno@linnenergy.com		Title Dist Supervisor				
		Date 7/15/2015				
Date 7/10/201	15 Telephone No. 713-904-6657					

^{*} 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