

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
DEC 18 2017

Form C-129
Revised August 1, 2011

Submit one copy to appropriate
District Office

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, 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 01, Yr 2018, for the following described tank battery (or LACT):
- B. 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)
- C. Based upon oil production of 5 barrels per day, the estimated * volume
of gas to be flared is 16 MCF/D; Value @ \$2.98 totaling \$47.68 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 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 Kotesky - Regulatory Specialist I

E-mail Address mkotesky@linenergy.com

Date 12-3-17 Telephone No. 281-840-4208

OIL CONSERVATION DIVISION

Approved Until

2/1/2018

By

Mary Brown

Title

AO/II

Date

12/18/2017

* 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