State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division JUL 1 4 2015 1220 South St. Francis Dr. Submi Santa Fe, NM 87505 Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO PermitECNO.

(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

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 <u>E</u> Section <u>31</u> Township <u>17S</u> Range <u>34E</u>

Number of wells producing into battery: <u>3</u> (see attached list)

B. Based upon oil production of <u>3</u> barrels per day, the estimated \* volume

of gas to be flared is <u>17 MCF</u> Value <u>\$46.66 MCF/D</u>.

C. Name and location of nearest gas gathering facility:

DCP sales point on lease

- D. Distance <u>0</u> Estimated cost of connection: <u>No other options</u>
- E. This exception is requested for the following reasons:

DCP experiencing highline pressure

Hale #1 (API 30-025-02154)

OPERATOR	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	Approved Until 9/10/2015
is true and complete to the best of my knowledge and belief.	
Signature Dame et. Mette	Malindkann
Printed Name Laura A. Moreno	By
& Title <u>Regulatory Compliance Advisor</u>	The Dist Superior
E-mail <u>lmoreno@linnenergy.com</u>	Title JUSL Supervisor
	Date 7/15/2015
	Date 1/15/2015
Date 7/10/2015 Telephone No. 713-904-6657	1 1

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

JUL 1 5 2015

## HALE STATE BATTERY

ΑΡΙ	Well Name	Well Number	Туре	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