une 2015) DE	UNITED STATES EPARTMENT OF THE INT UREAU OF LAND MANAGE	ON	FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018			
BI	5. Lease Serial N	5. Lease Serial No. MILCO29395A				
Do not use thi						
abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit or CA/Agreement, Name and/or No.		
· •			8 Wall Name and	8. Well Name and No.		
1. Type of Well ☐ Gas Well ☐ Other				TURNER A 038		
2. Name of Operator Contact: MINDY K KOTESKY LINN OPERATING, INC. E-Mail: MKOTESKY@LINNENERGY.COM			9. API Well No. 30-015-287	9. API Well No. 30-015-28769		
3a. Address 600 TRAVIS SUITE 1400 HOUSTON, TX 77002	· P	b. Phone No. (include area code) h: 281-840-4208 x: 832-426-5972		10. Field and Pool or Exploratory Area GRAYBURG JACKSON;SR-Q-G-S		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Pa	11. County or Parish, State		
Sec 18 T17S R31E Mer 6PM NWSW 1400FSL 900FWL			EDDY COU	EDDY COUNTY COUNTY, NM		
12. CHECK THE AI	PPROPRIATE BOX(ES) TO	) INDICATE NATURE OF	F NOTICE, REPORT, OR	OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	☐ Acidize	Deepen	Production (Start/Resume	e) 🔲 Water Shut-Off		
—	□ Alter Casing	Hydraulic Fracturing	Reclamation	Well Integrity		
Subsequent Report	Casing Repair	New Construction	Recomplete	🛛 Other		
Final Abandonment Notice	Change Plans	Plug and Abandon	Temporarily Abandon	Venting and/or Flari		
e e e e e e e e e e e e e e e e e e e	Convert to Injection	🗖 Plug Back	Water Disposal			
LINN RESPECTFULLY REQU DUE TO REQUEST FROM FI PLEASE SEE ATTACHED LIS	RONTIER GAS PLANT TO S	SHUT-IN BATTERY DUE T	ACF/D FROM THE TURNE O HIGH NITROGEN CONT	R A BAITERY ENT IN GAS.		
	AL	CONSERVATIONEE TESIA DISTRICT CON JG 2 9 2017 AAIT	ATTACHED IN IDITIONS C. T.			
14. I hereby certify that the foregoing is	s true and correct. Electronic Submission #383	132 verified by the BLM Well	Information System	<u></u>		
	For LINN OPEI Committed to AFMSS for pro	RATING, INC., sent to the C	arisbad 🔪 /			
			ATORY SPEC ALIST			
Name (Printed/Typed) MINDY K	KOTESKY	Title REGUL	(DDDOV/CD	━╪=ħ		
Name (Printed/Typed) MINDY K Signature (Electronic S		Date 07/3//2	APPROVED			
	Submission)	1				
Signature (Electronic S	Submission)	Date 07/3 /20	APPROVED			
	Submission) THIS SPACE FOR ed. Approval of this notice does not uitable title to those rights in the sub	Date 07/31/20 FEDERAL OR STATE ( Title		ENT HIC		
Signature (Electronic S Approved By onditions of approval, if any, are attache rtify that the applicant holds legal or equ	Submission) THIS SPACE FOR ed. Approval of this notice does not uitable title to those rights in the sub uct operations thereon. U.S.C. Section 1212, make it a crin	Date 07/31/20 FEDERAL OR STATE ( Title Warrant or bject lease Office ne for any person knowingly ard	APPROVED FRICE USE AUC 9 2011 SUBLAU OF LANCED CARLSBAD FELD OFFIC	TENT United		
Signature (Electronic S Approved By onditions of approval, if any, are attache rtify that the applicant holds legal or equ hich would entitle the applicant to condu itle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s instructions on page 2)	Submission) THIS SPACE FOR ed. Approval of this notice does not uitable title to those rights in the sub uct operations thereon. U.S.C. Section 1212, make it a crin	Date 07/31/20 FEDERAL OR STATE O Title Warrant or oject lease Office ne for any person knowingly ard any matter within its jurisdiction.	APPROVED FFICE USE AUG 9 201 SUREAU OF LANCED CARLSBAD FIELD OFFICE willfully to make to any departme			

## TURNER A BATTERY

ΑΡΙ	Well Name	Well Number	Туре	LEASE
30-015-28769	TURNER A	#38	Oil	Federal
30-015-28770	TURNER A	#39 <b>/</b>	Oil	Federal
30-015-28792	TURNER A	#40 🗸	Oil	Federal
30-015-28836	TURNER A	#41~	Oil	Federal
30-015-28916	TURNER A	#42	Oil	Federal
30-015-28793	TURNER A	#43	Oil	Federal
30-015-28771	TURNER A	#44	Î î Oil	Federal
30-015-28890	TURNER A	#45	Oil	Federal
30-015-28891	TURNER A	#46	Oil	Federal
30-015-28917	TURNER A	#47-	Oil	Federal
30-015-28869	TURNER A	#48-1	Oil	Federal
30-015-28837	TURNER A	#49	Oil	Federal
30-015-28772	TURNER A	#50-1	Oil	Federal
30-015-28758	TURNER A	#51-	Oil	Federal
30-015-28773	TURNER A	#53	Oil	Federal
30-015-28918	TURNER A	#55	Oil	Federal

## BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

## Pursuant to, 43 CFR 3179

Lessees or operators are hereby authorized to vent or flare gas on a short-term basis <u>without incurring a</u> royalty obligation in the following circumstances:

- A. 43 CFR 3179.105 Emergencies (a) An operator may flare or, if flaring is not feasible given the emergency, vent gas royalty-free under §3179.4 (a) (vi) of this subpart during an emergency. For purposes of this subpart, an "emergency" is a temporary, infrequent and unavoidable situation in which the loss of gas or oil is uncontrollable or necessary to avoid risk of an immediate and substantial adverse impact on safety, public health, or the environment. For purposes of royalty assessment, an "emergency" is limited to a short-term situation of 24 hours or less (unless the BLM agrees that the emergency conditions necessitating venting or flaring extend for a longer period) caused by an unanticipated event or failure that is out of the operator's control and was not due to operator negligence.
- B. 43 CFR 3179.4 Determining when the loss of oil or gas is avoidable or unavoidable.
  (2) Avoidably lost oil or gas means: Lost oil or gas that is not "unavoidably lost," as defined in paragraph (a) of this section; waste oil that became waste oil through operator negligence; and, any "excess flared gas," as defined in §3179.7.
- C. 43 CFR 3179.5 When lost production is subject to royalty.
  (a) Royalty is due on all avoidably lost oil or gas.
  (b) Royalty is not due on any unavoidably lost oil or gas.

## **Condition of Approval to Flare Gas**

- 1. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- Flared volumes considered to be "avoidably lost": These flare events will require prior approval via Notice of Intent- Sundry Notice (Form 3160-5). Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179. <u>Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08"</u>.

If the operator believes that the flared volumes were "unavoidably lost" and the BLM determines them to be "avoidably lost", the operator can submit a more detailed request via Sundry Notice (Form 3160-5) for an exception in accordance with 43 CFR 3179.4, 3179.103 - 3179.105. As an alternative to producing oil and flaring gas the operator may choose to shut the well in and avoid paying royalties on otherwise avoidably lost gas.

3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.

- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a Sundry Notice (Form 3160-5). <u>Include method for volume determination and duration</u>. <u>Report</u> <u>unavoidably lost (first 24 hrs. of unexpected event) and avoidably lost (exceeding the first 24 hrs. or flared gas that has been approved as avoidably lost by the Authorized Officer) volumes and durations on the Subsequent Report.</u>
- 5. In determining the volumes of gas to be reported, shall be in accordance with 43 CFR 3179.4, 43 CFR 3179.5, 43 CFR 3179.9 and 43 CFR 3179.10
- 6. The operator must estimate or measure all volumes of gas vented or flared gas by one of the following methods.
  - Measure the flare gas by a meter. The meter shall meet all requirements for a sales meter as per Federal Regulations, 43 CFR 3175 (due to volume of gas being flared). Include meter serial number on Sundry Notice (Form 3160-5).
  - Calculate the volume of the flared gas based on the results of a regularly performed GOR test and measured values for the volumes of oil production and gas sales, so as to allow BLM to independently verify the volume, rate, and heating value of the gas flared.

Regulation Ref: Link to 43 CFR 3179 Waste Prevention and Resources Conservation; <u>https://www.ecfr.gov/cgi-</u>

bin/retrieveECFR?gp=1&SID=dbd49eda8cdc488870172ed096d47be9&ty=HTML&h=L&mc=true &n=sp43.2.3170.3179&r=SUBPART