East Hobbs San Andres Unit

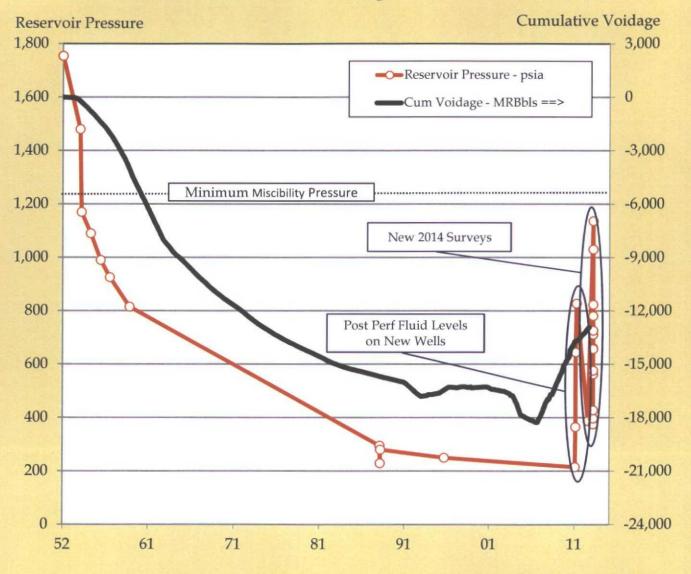
Reservoir Pressure and Reservoir Voidage

Field cumulative voidage history suggested low reservoir pressure

Low reservoir pressures (400 to 1100 psi) were confirmed in January 2014

Simple Black Oil model study concluded, an additional 8,600 BWPD for 2 years is required to increase the reservoir pressure above the MMP of 1,225 psi.

The most timely and practical source of makeup water is from the City of Hobbs.



BEFORE THE OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
Exhibit No. 3
Submitted by: Linn Operating
Hearing Date: 5/7/2015