Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. DSNMLC059152B

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals 6. If Indian, Allottee or Tribe Name OCE 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 MAR 2 2 2018 1. Type of Well 8. Well Name and No. CAPROCK MALJAMAR UNIT A 063 ☑ Oil Well ☐ Gas Well ☐ Other Name of Operator
LINN OPERATING, LLC MINDY KOTESKY API Well No. Contact: E-Mail: MKOTESKY@LINNENERGY.COM 30-025-00663 Field and Pool or Exploratory Area MALJAMAR;GRAYBURG-SAN AND 3a. Address 3b. Phone No. (include area code) 600 TRAVIS SUITE 1400 Ph: 281-840-4208 HOUSTON, TX 77002 Fx: 832-426-5972 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Sec 24 T17S R32E Mer 6PM NESE 1980FSL 660FEL LEA COUNTY COUNTY, NM 32.818164 N Lat, 103.713470 W Lon 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ■ Water Shut-Off ☐ Acidize Deepen ☐ Production (Start/Resume) Notice of Intent ☐ Hydraulic Fracturing ■ Well Integrity ☐ Alter Casing □ Reclamation ■ Subsequent Report Casing Repair ■ New Construction □ Recomplete Other Venting and/or Flari □ Change Plans ☐ Final Abandonment Notice □ Plug and Abandon ☐ Temporarily Abandon ng ☐ Convert to Injection ☐ Plug Back ■ Water Disposal 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. LINN OPERATING, LLC RESPECTFULLY REQUESTS TO FLARE FROM 01/25/18 TO 4/25/18 AT 28 MCF/D FROM THE CAPROCK MALJAMAR UNIT A BATTERY DUE TO DCP REPAIRS AND MAINTENANCE. PLEASE SEE ATTACHED LIST FOR THE WELLS INCLUDED IN THIS BATTERY. SEE ATTACHED FOR CONDITIONS OF APPROVAL 14. I hereby certify that the foregoing is true and correct. Electronic Submission #402330 verified by the BLM Well Information System For LINN OPERATING, LLC, sent to the Hobbs Committed to AFMSS for processing by JENNIFER SANCHEZ on 02/28/2018 () Name (Printed/Typed) MINDY KOTESKY REGULATORY SPECIALIST (Electronic Submission) Date 01/25/2018 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE 2018 Date Title Approved By Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2) ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

CAPROCK MALIAMAR UNIT A

API	Well Name	Well Number	Type	Lease
30-025-00663	CAPROCK MALIAMAR UNIT	#063	Oil	Federal
30-025-01483	CAPROCK MALIAMAR UNIT	#065	Oil	State
30-025-00670	CAPROCK MALIAMAR UNIT	#073	Oil	Federal
30-025-01385	CAPROCK MALIAMAR UNIT	#103	Oil	Federal
30-025-32920	CAPROCK MALIAMAR UNIT	#129	Oil	State
30-025-32454	CAPROCK MALIAMAR UNIT	#130	Oil	State
30-025-32455	CAPROCK MALIAMAR UNIT	#131	Oil	State
30-025-32921	CAPROCK MALIAMAR UNIT	#132	Oil	State
30-025-32922	CAPROCK MALIAMAR UNIT	#139	Oil	State
30-025-32923	CAPROCK MALJAMAR UNIT	#140	Oil	State
30-025-32838	CAPROCK MALIAMAR UNIT	#141	Oil	State
30-025-32839	CAPROCK MALIAMAR UNIT	#142	Oil	State
30-025-33263	CAPROCK MALIAMAR UNIT	#146	Oil	State
30-025-33264	CAPROCK MALIAMAR UNIT	#147	Oil	State
30-025-24242	CAPROCK MALIAMAR UNIT	#148	Oil	State
30-025-32925	CAPROCK MALIAMAR UNIT	#149	Oil	State
30-025-24296	CAPROCK MALIAMAR UNIT	#150	Oil	State
30-025-32926	CAPROCK MALIAMAR UNIT	#151	Oil	State
30-025-32422	CAPROCK MALIAMAR UNIT	#153	Oil	State
30-025-33005	CAPROCK MALIAMAR UNIT	#159	Oil	State
30-025-32928	CAPROCK MALIAMAR UNIT	#161	Oil	State
30-025-32929	CAPROCK MALIAMAR UNIT	#162	Oil	State
30-025-32930	CAPROCK MALJAMAR UNIT	#163	Oil	State
30-025-32424	CAPROCK MALIAMAR UNIT	#167	Oil	State
30-025-33517	CAPROCK MALIAMAR UNIT	#171	Oil	Federal
30 025 33423	CAPROCK MALJAMAR UNIT	#172	Oil	Federal
30-025-32201	CAPROCK MALIAMAR UNIT	#173	Oil	Federal
30-025-32426	CAPROCK MALIAMAR UNIT	#176	Oil	State
30-025-31980	CAPROCK MALIAMAR UNIT	#177	Oil	State
30-025-24446		#179/	Oil	State
30-025-32423		#180	Oil	State
	CAPROCK MALIAMAR UNIT	#181	Oil	State
Anna Carlotte State Land	CAPROCK MALIAMAR UNIT	#182	Oil	State
	CAPROCK MALIAMAR UNIT	#186 /	Oil	Federal
CONTRACTO MARKONIA	CAPROCK MALIAMAR UNIT	#187	Oil	Federal
	CAPROCK MALIAMAR UNIT	#196	Oil	State
Taylor Mary The Control	CAPROCK MALIAMAR UNIT	#201/	Oil	Federal
A DESCRIPTION OF THE PERSON OF	CAPROCK MALIAMAR UNIT	#202	Oil	Federal
	CAPROCK MALJAMAR UNIT	#207	Oil	State
30-025-33084		#208	Oil	State
30-025-33201		#209	Oil	State
30-025-33271		#211	Oil	State
30-025-33504	CAPROCK MALIAMAR UNIT	#236	Oil	State

CAPROCK MALIAMAR UNIT A

30-025-33242	CAPROCK MALJAMAR UNIT	#242	Oil	State
30-025-33243	CAPROCK MALIAMAR UNIT	#243	Oil	State
30-025-33244	CAPROCK MALIAMAR UNIT	#244	Oil	State
30-025-33245	CAPROCK MALIAMAR UNIT	#250	Oil	State
30-025-33841	CAPROCK MALIAMAR UNIT	#268	Oil	Federal
30-025-34110	CAPROCK MALIAMAR UNIT	#282	Oil	Private
30-025-34194	CAPROCK MALJAMAR UNIT	#284	Oil	State
30-025-34257	CAPROCK MALIAMAR UNIT	#285	Oil	Federal
30-025-34225	CAPROCK MALIAMAR UNIT	#401	Oil	State
30-025-39124	CAPROCK MALIAMAR UNIT	#500	Oil	State
30-025-39127	CAPROCK MALJAMAR UNIT	#506	Oil	State

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

Condition of Approval to Flare Gas

- 1. Subject to like approval from NMOCD
- 2. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 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 form 3160-5.
- 5. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time.
- 6. This approval does not authorize any additional surface disturbance.

43CFR §3162.7-1 Disposition of production.

- (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas, and sulphur produced from the leased land.
- (d) The operator shall conduct operations in such a manner as to prevent avoidable loss of oil and gas. A operator shall be liable for royalty payments on oil or gas lost or wasted from a lease site, or allocated to a lease site, when such loss or waste is due to negligence on the part of the operator of such lease, or due to the failure of the operator to comply with any regulation, order or citation issued pursuant to this part.