

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**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.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

| | | |
|--|---|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM22080 |
| 2. Name of Operator LINN OPERATING INCORPORATED E-Mail: tcallahan@linnenergy.com | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address 600 TRAVIS STREET SUITE 5100 HOUSTON, TX 77002 | 3b. Phone No. (include area code) Ph: 281-840-4272 | 7. If Unit or CA/Agreement, Name and/or No. |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 12 T23S R31E SWSE 660FSL 1780FEL | | 8. Well Name and No. BARCLAY FEDERAL 2 |
| | | 9. API Well No. 30-015-29683-00-S1 |
| | | 10. Field and Pool, or Exploratory LIVINGSTON RIDGE |
| | | 11. County or Parish, and State EDDY COUNTY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Venting and/or Flaring |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> 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 recomplate 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall 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 REQUEST APPROVAL TO FLARE 219 MCF/D FROM NMNM22080 FOR 90 DAYS DUE TO DCP HIGH PRESSURE LINE. THE WELLS IN THE BARCLAY FEDERAL BATTERY ARE LISTED BELOW:

API Well Name Well Number Type Lease Status
30-015-29683 BARCLAY FEDERAL #002 Oil Federal Active
30-015-29694 BARCLAY FEDERAL #003 Oil Federal Active
30-015-29684 BARCLAY FEDERAL #004 Oil Federal Active
30-015-29685 BARCLAY FEDERAL #005 Oil Federal Active
30-015-29786 BARCLAY FEDERAL #008 Oil Federal Active
30-015-29787 BARCLAY FEDERAL #009 Oil Federal Active
30-015-30239 BARCLAY FEDERAL #010 Oil Federal Active
30-015-29828 BARCLAY FEDERAL #012 Oil Federal Active

*From Date of Submission**Accepted for record**19 MAR 26 2014***SEE ATTACHED FOR
CONDITIONS OF APPROVAL****SUBJECT TO LIKE
APPROVAL BY STATE**

| | | |
|--|-------------------------------------|--|
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #230177 verified by the BLM Well Information System / For LINN OPERATING INCORPORATED, sent to the Carlsbad Committed to AFMSS for processing by JENNIFER MASON on 02/04/2014 (14JAM0055SE) | | RECEIVED MAR 26 2014 NMOCD ARTESIA |
| Name (Printed/Typed) TERRY B CALLAHAN | Title REG COMPLIANCE SPECIALIST III | |
| Signature (Electronic Submission) | Date 12/19/2013 | |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------|------|
| Approved By <i>[Signature]</i> | Title | Date |
| 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 any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. | | |

APPROVED
MAR 18 2014
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #230177 that would not fit on the form

32. Additional remarks, continued

30-015-30090 BARCLAY FEDERAL #013 Oil Federal Active ✓
30-015-30065 BARCLAY FEDERAL #014 Oil Federal Active ✓
30-015-30238 BARCLAY FEDERAL #017 Oil Federal Active ✓
30-015-30820 BARCLAY FEDERAL #018 Oil Federal Active ✓
30-015-30284 BARCLAY FEDERAL #019 Oil Federal Active ✓
30-015-30821 BARCLAY FEDERAL #020 Oil Federal Active ✓
30-015-30766 BARCLAY FEDERAL #021 Oil Federal Active ✓
30-015-33654 BARCLAY FEDERAL #022 Oil Federal Active ✓
30-015-30597 BARCLAY FEDERAL #025 Oil Federal Active ✓
30-015-30883 BARCLAY FEDERAL #027 Oil Federal Active ✓
30-015-33655 BARCLAY FEDERAL #029 Oil Federal Active ✓

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

3/18/2014 Approved subject to Conditions of Approval. JDB

Condition of Approval to Flare Gas

From date of receipt

1. Report all volumes on OGOR reports.
2. Comply with NTL-4A requirements
3. Subject to like approval from NMOCD
- 4. Flared volumes will still require payment of royalties**
5. 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. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5. Include meter serial number on sundry.
6. This approval does not authorize any additional surface disturbance.
7. Submit updated facility diagram as per Onshore Order #3.
8. Approval not to exceed 90 days for date of approval.
9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).
10. If flaring is still required past 90 days submit new request for approval.
11. If a portable unit is used to flare gas it must be monitored at all times.
12. Comply with any restrictions or regulations when on State or Fee surface.

JDB