Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS 5. Lease Serial No. NMLC029435B

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

abandoned well. Use form 3160-3 (APD) for such proposals.				o. 1) mulan, Another of Tribe Ivallie		
SUBMIT IN TRIPLICATE - Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well Soli Well Gas Well Off	8. Well Name and No. J L KEEL B 41					
Name of Operator LINN OPERATING INCORPORT	9. API Well No. 30-015-25980-00-S1					
3a. Address 600 TRAVIS STREET SUITE HOUSTON, TX 77002	3b. Phone No. (include are Ph: 713.904.6657 Fx: 832.209.4316	ude area code) 10. Field and Pool, or Exploratory 57 GRAYBURG		<u> </u>		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parish, and State		
Sec 5 T17S R31E NWNE 660		· :	EDDY COUNTY	′, NM		
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATURE	E OF NOTICE, F	REPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION	,	TY	TYPE OF ACTION		· · · · · · · · · · · · · · · · · · ·	
Notice of Intent	☐ Acidize	☐ Deepen	☐ Produ	ction (Start/Resume)	☐ Water Shut-Off	
	☐ Alter Casing	☐ Fracture Treat	. □ Reclar	nation	☐ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	□ New Construction □ Reco		=	☑ Other Venting and/or Flari	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Aband	_	orarily Abandon	ng	
·	Convert to Injection eration (clearly state all pertinently or recomplete horizontally, §	☐ Plug Back	Water	_ <u>.</u>	·	
following completion of the involved testing has been completed. Final Abdetermined that the site is ready for final ABATTERY DUE TO REQUES - GAS. PLEASE SEE ATTACH	nal inspection.) JESTS TO FLARE FROM T FROM FRONTIER GAS	5/12/16 TO 8/12/16 AT PLANT TO SHUT-IN E	132 MCF/D FR BATTERY DUE 1	OM THË J L KEEL B		
Free states for the early	NM OIL CONSERVA ARTESIA DISTRICT MAY 2 7 2016	SEE ATTACHED FOR				
,	CONDITION		IS OF APPROVAL			
·	RECEIVED					
						
14. I hereby certify that the foregoing is Comm Name (Printed/Typed) LAURA A	Electronic Submission #3 For LINN OPERAT hitted to AFMSS for process	ING INCORPORATED, Sing by JENNIFER SANC	ent to the Carlsb HEZ on 05/16/201	adi //		
Name (Friniear) ypea) LAONA A	WORLING	TAKE 1	20 00 111 217 (140	ZABVIOORTOIYIII	1 - //-	
Signature (Electronic S	ubmission)	Date 05	5/13/2016 / /F	PPROVĘD_		
·	THIS SPACE FO	R FEDERAL OR ST.	ATE OFFICE U	JSE /	$X \cup M$	
Approved By		Title	\	AY 1 6 2016	MA MAN	
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	itable title to those rights in the		BU LAU CARI	OF LAND PANASIME SBAD FIF D 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.

API	Well Name	Well Number	Туре	Lease
30-015-25980	J L KEEL B	#041 /	Oil	Federal
30-015-26061		#044 V	Oil	Federal
30-015-26100		#046 🗸	Oil	Federal
30-015-31192	J L KEEL B	#0480	Oil	Federal
30-015-29880	J L KEEL B	#049 🗸	Oil	Federal
30-015-28096		#050 ×	Oil	Federal
30-015-28097		#051	Oil	Federal
30-015-28098	J L KEEL B	#052	Oil	Federal
30-015-28092	J L KEEL B	#054	Oil	Federal
30-015-28291	J L KEEL 8	#055 🗸	Oil	Federal
30-015-28100	J L KEEL B	#056 🗸	· Oil	Federal
30-015-28079	J L KEEL B	#057 ~	Oil	Federal
30-015-28077	J L KEEL B	#058 🗸	Oil	Federal -
30-015-28101	J L KEEL B	#059.	Oil	Federal
30-015-28223	J L KEEL B	#060~	Oil	Federal
30-015-28292	J L KEEL B	#061	Oil	Federal
30-015-28293	J L KEEL B	#062	Oil	Federal
30-015-28224	J L KEEL B	#064 🗸	Oil	Federal
30-015-28317	J L KEEL B	#067 🗸	Oil	Federal
30-015-28225	J L KEEL B	#068	Oil	Federal
30-015-29820	J L KEEL B	#069	Oil	Federal
30-015-28290	J L KEEL B	#070	Oil	Federal
30-015-28250) L KEEL B	#071	Oil	Federal
30-015-28571	J L KEEL B	#073 🗸	Oil	Federal
30-015-28593	J L KEEL B	#074 V	Qil	Federal
30-015-28579	TEKEELB	#075	`Oil ~	Federal **
30-015-28296	TF-KEEF B	#078	—— Oil	Federal
30-015-28253	J L KEEL B	#080 🗸	Oil	Federal
30-015-28252	J L KEEL B	#081	Oil	Federal
30-015-28307	•	#082	Oil	Federal
30-015-28308	J L KEEL B	#083	Oil	Federal
30-015-28551	J T KEET B	#084	Oil	Federal
30-015-28297		#085 🗸	Oil -	Federal
30-015-28484		#086 🗸	Oil	Federal
30-015-28249		#087	Oil	Federal
30-015-28441		#088 🗸	Oil	Federal
30-015-28261		#089	Oil	Federal
30-015-28248		#090	Oil	Federal
30-015-28442		#091	Oil	Federal
30-015-28256	J L KEEL B	#092	Oil	Federal
30-015-28251	J L KEEL B	#094	Oil	Federal

- ABD12/17/2014

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street

620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972



This field office has evaluated the attached Notice of Intent as a request for flaring/venting beyond NTL-4A allowable thresholds (reasons, timeframes and volumes), and has determined the following Conditions of Approval apply.

Condition of Approval to Flare Gas

- 1. Comply with NTL-4A requirements
- 2. Subject to like approval from NMOCD
- 3: Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 4. "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.
- 5. Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
- 6. This approval does not authorize any additional surface disturbance.
- 7. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 8. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.

Definition: As per NTL-4A II. A. "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

43CFR3162.7-1 (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

43CFR3162.1 (a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.