Form 3160-5

certify that the applicant holds legal of

which would entitle the applicant to conduct

OCD Artesia FORM APPROVED OMB NO. 1004-0135 UNITED STATES (August 2007) DEPARTMENT OF THE INTERIOR Expires: July 31, 2010 BUREAU OF LAND MANAGEMENT Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS Multiple--See Attached Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. 8920002760 8. Well Name and No. 1. Type of Well Multiple--See Attached ☑ Oil Well ☐ Gas Well ☐ Other TERRY B CALLAHAN Name of Operator Contact: API Well No. LINN OPERATING INCORPORATED E-Mail: tcallahan@linnenergy.com Multiple--See Attached 3b. Phone No. (include area code) Ph: 281-840-4272 Address 10. Field and Pool, or Exploratory 600 TRAVIS STREET SUITE 5100 HOUSTON, TX 77002 GRAYBURG Fx: 281-605-4105 GRAYBURG JACKSON 4. Location of Well (Footage, Sec., T., R., M., or Survey Description, 11. County or Parish, and State Multiple--See Attached -- EDDY COUNTY, NM" 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Acidize □ Deepen ☐ Water Shut-Off ☐ Production (Start/Resume) Notice of Intent
 ■ ☐ Alter Casing □ Fracture Treat ☐ Reclamation ☐ Well Integrity ☐ Subsequent Report □ Casing Repair ■ New Construction □ Recomplete Venting and/or Flari ☐ Final Abandonment Notice □ Change Plans □ Plug and Abandon □ Temporarily Abandon ☐ Water Disposal Convert to Injection ☐ Plug Back 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 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 WOULD LIKE TO REQUEST TO FLARE FOR 90 DAYS FROM THE NMNM98122. THE FLARING IS REQUIRED DUE TO THE FRONTIER GAS PLANT EXPERIENCING A LOW PRESSURE UNIT OUT RECEIVED API Well Name Well Number 30-015-05335 SKELLY UNIT #005 30-015-05326 SKELLY UNIT #006 30-015-05327 SKELLY UNIT #007 APR 3 0 2013 30-015-05328 SKELLY UNIT #008 ASEE ATTACHED FOR 30-015-05330 SKELLY UNIT #011 NMOCD ARTES! 30-015-05323 SKELLY UNIT #013 30-015-05322 SKELLY UNIT #014 DITIONS OF APPROVAL SUBJECT TO LIKE 30-015-05332 SKELLY UNIT #015 APPROVAL BY STATE ado 5/1/2013 ec for record 14. Thereby certify that the foregoing is true and correct.

Electronic Submission #204002 verified by the BLM Well Information System

For LINN OPERATING INCORPORATED, sent to the Carlsbad

Committed to AFMSS for processing by JOHNNY DICKERSON on 04/12/2013 (13JLD0505SE) NMOCD Name (Printed/Typed) TERRY B CALLAHAN Title REGULATORY SPECIALIST III (Electronic Submission) Signature 04/10/2013 THIS SPACE FOR FEDERAL OR STATE OFFICE HISED D _Ap<u>proved_By__JERRY_</u>BL<u>A</u>KL<u>E</u>Y_ TitleLEAD PET Date 04/27/2013 Conditions of approval, if any, are attached. Approval that the annicant holds legal of equitable to APR 2 7 2013 oval of this notice does not warrant or

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 printing to make

Office Carlsbad

title to those rights in the subject lease

perations thereon.

Additional data for EC transaction #204002 that would not fit on the form

5. Lease Serial No., continued

NMLC029419A NMLC029420A NMNM98122

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM71030A	NMNM98122	SKELLY UNIT 11	30-015-05330-00-D1	Sec 21 T17S R31E NESE 1980FSL 660FEL
NMNM71030A	NMNM98122	SKELLY UNIT 11	30-015-05330-00-D2	Sec 21 T17S R31E NESE 1980FSL 660FEL
NMNM71030A	NMLC029419A	SKELLY UNIT 116	30-015-21090-00-D2	Sec 22 T17S R31E NWSW 1330FSL 130FWL
NMNM71030A	NMLC029419A	SKELLY UNIT 117	30-015-22251-00-S1	Sec 22 T17S R31E NESW.1980FSL 1880FWL
NMNM71030A	NMLC029419A	SKELLY UNIT 125	30-015-22259-00-\$1	Sec 22 T17S R31E SWNW 1980FNL 560FWL
NMNM71030A	NMLC029420A	SKELLY UNIT 126	30-015-22260-00-S1	Sec 15 T17S R31E SWSW 560FSL 760FWL
NMNM71030A	NMNM98122	SKELLY UNIT 129	30-015-22263-00-S1	Sec 21 T17S R31E NENE 660FNL 760FEL
NMNM71030A	NMNM98122	SKELLY UNIT 13	30-015-05323-00-S1	Sec 21 T17S R31E NESW 1980FSL 1980FWL
NMNM71030A	NMNM98122	SKELLY UNIT 14	30-015-05322-00-S1	Sec 21 T17S R31E NWSW 1980FSL 660FWL
NMNM71030A	NMNM98122	SKELLY UNIT 15	30-015-05332-00-S1	Sec 21 T17S R31E SWSW 760FSL 660FWL
NMNM71030A	NMNM98122	SKELLY UNIT 220	30-015-28892-00-S1	Sec 21 T17S R31E SENW 1330FNL 1400FWL
NMNM71030A	NMNM98122	SKELLY UNIT 221	30-015-28893-00-S1	Sec 21 T17S R31E SWNE 1390FNL 2530FEL
NMNM71030A	NMNM98122	SKELLY UNIT 222	30-015-28894-00-S1	Sec 21 T17S R31E SENE 1380FNL 1300FEL
NMNM71030A	NMNM98122	SKELLY UNIT 223	30-015-28964-00-S1	Sec 21 T17S R31E SENE 1340FNL 120FEL
NMNM71030A	NMNM98122	SKELLY UNIT 233	30-015-29181-00-S1	Sec 21 T17S R31E SENW 2620FNL 1343FWL
NMNM71030A	NMNM98122	SKELLY UNIT 234	30-015-28783-00-S1	Sec 21 T17S R31E NESW 2602FSL 2562FWL
NMNM71030A	NMNM98122	SKELLY UNIT 235	30-015-28784-00-S1	Sec 21 T17S R31E NWSE 2600FSL 1470FEL
NMNM71030A	NMNM98122	SKELLY UNIT 246	30-015-29063-00-S1	Sec 21 T17S R31E SWSW 1306FSL 1216FWL
NMNM71030A	NMNM98122	SKELLY UNIT 247	30-015-28788-00-S1	Sec 21 T17S R31E SESW 1110FSL 2515FWL
NMNM71030A	NMNM98122	SKELLY UNIT 248	30-015-28810-00-S1	Sec 21 T17S R31E SESE 1240FSL 1190FEL
NMNM71030A	NMNM98122	SKELLY UNIT 502	30-015-37006-00-S1	Sec 21 T17S R31E NWNW 1310FNL 560FWL
				32.823710 N Lat, 103.881499 W Lon
NMNM71030A	NMNM98122	SKELLY UNIT 503	30-015-37008-00-S1	Sec 21 T17S R31E NENW 1310FNL 1980FWL
				32.823716 N Lat, 103.876855 W Lon
NMNM71030A	NMNM98122	SKELLY UNIT 5	30-015-05335-00-S1	Sec 21 T17S R31E NENW 330FNL 1650FWL
				32.826408 N Lat, 103.877943 W Lon

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32. Additional remarks, continued

30-015-21090 SKELLY UNIT #116
30-015-22251 SKELLY UNIT #117
30-015-22259 SKELLY UNIT #125
30-015-22260 SKELLY UNIT #126
30-015-22263 SKELLY UNIT #129
30-015-28892 SKELLY UNIT #220
30-015-28893 SKELLY UNIT #222
30-015-2894 SKELLY UNIT #222
30-015-28964 SKELLY UNIT #223
30-015-28784 SKELLY UNIT #233
30-015-29181 SKELLY UNIT #234
30-015-28783 SKELLY UNIT #235
30-015-28784 SKELLY UNIT #246
30-015-28788 SKELLY UNIT #247
30-015-28780 SKELLY UNIT #248
30-015-37006 SKELLY UNIT #248

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

4/27/2013

Condition of Approval to Flare Gas

- 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.
- 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 with actual volumes of gas flared for each month gas is flared.
- 10. If flaring is still required past 90 days submit new request for approval.