Form 3160-5 (August 2007)

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UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No.

NMNM22080 SUNDRY NOTICES AND REPORTS ON WELLS 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. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. 8. Well Name and No. BARCLAY FEDERAL 002 1. Type of Well 🗖 Oil Well 🔲 Gas Well 🔲 Other Name of Operator Contact: TERRY B CALLAHAN API Well No. LINN OPERATING INC. 30-015-29683 E-Mail: tcallahan@linnenergy.com 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 600 TRAVIS STREET, SUITE 5100 Ph: 281-840-4272 LIVINGSTON RIDGE; DÉLAWARE HOUSTON, TX 77002 11. County or Parish, and State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 12 T23S R31E Mer NMP SWSE 660FSL 1780FEL EDDY COUNTY, NM 32.313414 N Lat, 103.728773 W Lon 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Acidize □ Deepen ☐ Production (Start/Resume) ☐ Water Shut-Off Notice of Intent ☐ Alter Casing ☐ Fracture Treat □ Reclamation ■ Well Integrity ☐ Subsequent Report ■ New Construction □ Casing Repair □ Recomplete Other □ Plug and Abandon ☐ Final Abandonment Notice Change Plans ☐ Temporarily Abandon ☐ Plug Back ■ Convert to Injection ■ 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 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.) REQUEST APPROVAL TO FLARE 217 MCF/D FROM NMNM22080 F RECEIVED PRESSURE. THE WELLS IN THE BARCLAY FEDERAL BATTERY ARE LISTED BELOW: API Well Name Well Number Type Lease Status JUL **09** 2013 30-015-29683 BARCLAY FEDÉRAL #002 Oil Federal Active -30-015-29694 BARCLAY FEDERAL #003 Oil Federal Active NMOCD ARTESIA! SEE ATTACHED FOR 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 CONDITIONS OF APPROVAL 30-015-30239 BARCLAY FEDERAL #010 Oil Federal Active APPROVAL BY STATE 30-015-30239 BARCLAY FEDERAL #010 Oil Federal Active -SUBJECT TO LIKE 14. I hereby certify that the foregoing is true and correct. Electronic Submission #210193 verified by the BLM Well Information System For LINN OPERATING INC., sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 06/11/2013 () TERRY B CALLAHAN Name(Printed/Typed) REG COMPLIANCE SPECIALIST III (Electronic Submission) 06/10/2013 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE PROPERTY Date Approved By Title JUL - 5 2013 are attached. Approval of this notice does not warrant of legal or equitable title to those rights in the subject lease Conditions of approx loes not warrant or certify that the app the applicant to conduct operations thereon. which would ent Office

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CARLSBAD FIELD 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 will BUREAL DE LANDON AGENT ENTEROR OF the United

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Additional data for EC transaction #210193 that would not fit on the form

32. Additional remarks, continued

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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 — 30-015-30597 BARCLAY FEDERAL #022 Oil Federal Active — 30-015-30883 BARCLAY FEDERAL #027 Oil Federal Active — 30-015-30855 BARCLAY FEDERAL #029 Oil Federal Active — 30-015-33655 BARCLAY FEDERAL #029 Oil Federal Active — 30-015-30883 BARCLAY FEDERAL #029 Oil Federal Active — 30-015-30855 BARCLAY FEDERAL #029 Oil Federal Active — 30-015-3085
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BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

7/2/2013 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.
- 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.

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