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

5. Lease Serial No.

CHANDLY MOTICES AND DEDODTS ON WELLS

| SONDICT | 1414114122000 | 6. If Indian, Allottee or Tribe Name | | | |
|------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|--|
| 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 | |
| SUBMIT IN TRI | 7. If Unit or CA/Agr | 7. If Unit or CA/Agreement, Name and/or No. | | | |
| Type of Well Gas Well □ Other | | | | 8. Well Name and No. BARCLAY FEDERAL 2 | |
| Name of Operator | | | 9. API Well No. 30-015-29683-00-S1 | | |
| 3a. Address 600 TRAVIS STREET SUITE 5100 HOUSTON, TX 77002 | | 3b. Phone No. (include area code) Ph: 281-840-4352 Fx: 832-209-4338 | | .10. Field and Pool, or Exploratory LIVINGSTON RIDGE | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | | 11. County or Parish, and State | | |
| Sec 12 T23S R31E SWSE 660FSL 1780FEL | | | EDDY COUNT | EDDY COUNTY, NM | |
| 12. CHECK APP | ROPRIATE BOX(ES) TO | O INDICATE NATURE OF N | OTICE, REPORT, OR OTHE | ER DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
| Notice of Intent ☐ Subsequent Report | ☐ Acidize | ☐ Deepen | ☐ Production (Start/Resume) | ☐ Water Shut-Off | |
| | Alter Casing | ☐ Fracture Treat | ☐ Reclamation | ■ Well Integrity | |
| | ☐ Casing Repair | ■ New Construction | ☐ Recomplete | Other | |
| ☐ Final Abandonment Notice | Change Plans | ☐ Plug and Abandon | ☐ Temporarily Abandon | Venting and/or Flari | |
| | ☐ Convert to Injection | □ Plug Back | ■ Water Disposal | ···• | |
| Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f | ally or recomplete horizontally, rk will be performed or provide I operations. If the operation re pandonment Notices shall be fil inal inspection.) JESTS TO FLARE 40 MC | give subsurface locations and measure the Bond No. on file with BLM/BIA sults in a multiple completion or record only after all requirements, including the F/D FOR 90-DAYS FROM MA | ed and true vertical depths of all perti Required subsequent reports shall be impletion in a new interval, a Form 310 ng reclamation, have been completed, | nent markers and zones. 5 filed within 30 days 60-4 shall be filed once and the operator has | |
| A LIST OF WELLS CONTRIB | NM OIL CONSERVA ARTESIA DISTRICT | ATION SEE A | ATTACHED FOR DITIONS OF APPI | ROVAĹ | |
| | SEP 2 1 2015 | (D) | pled for record NMOCD | | |
| 14. I hereby certify that the foregoing is Comm Name (Printed/Typed) ALEX BOI | #Electronic Submission #2 For LINN OPERA hitted to AFMSS for proces | 293587 verified by the BLM Well ING INCORPORATED, sent to sing by JENNIFER SANCHEZ or Title AUTHOR | the Carlsbad | | |

03/03/2015ACCE (Electronic Submission) Date Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE 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. BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE 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.

HUDSON FEDERAL BATTERY WELL LIST

30-015-20073 HUDSON FEDERAL #005 OIL NMHC 55408 30-015-28961 HUDSON FEDERAL #007 OIL 30-015-28888 HUDSON FEDERAL #008 OIL 30-015-28798 HUDSON FEDERAL #010 OIL 30-015-28962 HUDSON FEDERAL #011 OIL 30-015-28834 HUDSON FEDERAL #012 OIL 30-015-30995 HUDSON FEDERAL #013 OIL 30-015-31251 HUDSON FEDERAL #014 OIL

Barclay Federal 2 30-015-29683 LINN Operating Incorporated September 14, 2015 Conditions of Approval

- 1. Report all volumes on OGOR B as disposition code 08.
- 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 from date requested on sundry.
- 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.

JAM 091415