Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. STATE

BUREAU OF I	AND I	MANAGEMEN	1T	Artesia
SUNDRY NOTICES	AND F	REPORTS O	N WE	LLS

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.						0 01 1130 1 (dille)	
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No. NMNM120722		
1. Type of Well ☑ Gas Well ☐ Other					8. Well Name and No. STATE B 012		
2. Name of Operator Contact: MINDY K KOTESKY LINN OPERATING, LLC E-Mail: MKOTESKY@LINNENERGY.COM					9. API Well No. 30-015-36256		
3a. Address 600 TRAVIS STE. 1400 HOUSTON, TX 77002	600 TRAVIS STE. 1400 Ph: 281-840-4208				10. Field and Pool or Exploratory Area GRAYBURG JACKSON;SR-Q-G-S		
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description)				11. County or Parish, State		
Sec 16 T17S R31E Mer 6PM 349FSL 1278FEL 32.828281 N Lat, 103.870300 W Lon					EDDY COUNTY COUNTY, NM		
12. CHECK THE AP	PROPRIATE BOX(ES)	TO INDICAT	E NATURE OF	NOTICE,	REPORT, OR O	THER DATA	
TYPE OF SUBMISSION			TYPE OF	ACTION			
Notice of Intent	☐ Acidize	Deep	en	☐ Product	tion (Start/Resume)	■ Water Shut-Off	
_	☐ Alter Casing	Hydr	aulic Fracturing	Reclam Reclam	ation	■ Well Integrity .	
☐ Subsequent Report	Casing Repair	□ New	Construction	☐ Recomp	plete	☑ Other Venting and/or Flari	
☐ Final Abandonment Notice	☐ Change Plans				rarily Abandon	ng	
	☐ Convert to Injection	Plug	Back	☐ Water I	Disposal		
Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must 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 must be filed once testing has been completed. Final Abandonment Notices must 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 RESPECTFULLY REQUESTS TO FLARE FROM 1/26/18 TO 04/26/18 AT 33 MCF FROM THE STATE B BATTERY DUE TO REQUESTS FROM FRONTIER GAS PLANT NOT ACCEPTING THE GAS AT THEIR PLANT DUE TO HIGH NITROGEN CONTENT. PLEASE SEE ATTACHED LIST FOR WELLS INCLUDED IN THIS BATTERY. NM OIL CONSERVATION ARTESIA DISTRICT 3/3/18/BAR RECORDS ONLY							
Lilu by S	State us	ARTESIA DIS MAR. 1 2 RECEIV	2018 Che A	TTAC	HED FOR		
14. I hereby certify that the foregoing is Name (Printed/Typed) MINDY K	Electronic Submission #4	PERATING, LL	C, sent to the Ca JENNIFER SANC	ırlsb/ad	28/2018 ()		
Titalia (Titalia Sypera) Militari It	TO (LOIN		11	1	Troppolli	ENT	
Signature (Electronic S	Submission)		Date 02/14/20)18 /	AFFRU		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
Approved By			Title	M		// Date	
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduction	iitable title to those rights in the		Office	BUF	CARLSBAD ELELO	AGENTAL	
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s				willfully to m	ake to any department	or agency of the United	

(Instructions on page 2)

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

STATE B WELL LIST

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12 PAGE TWO (ATTACHMENT)

STATE B BATTERY		API#	TYPE	LEASE
STATE B #010	1270 Mon 120721	30-015-36254	OIL	STATE
STATE B #011 /		30-015-36255	OIL	STATE
STATE B #012/		30-015-36256	OIL	STATE
STATE B #615		30-015-42540	OIL	STATE

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

Condition of Approval to Flare Gas

- 1. Subject to like approval from NMOCD
- 2. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.
- 5. "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.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Without proper economic justification, flaring will be royalty bearing.

43CFR §3162.7-1 Disposition of production.

- (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas, and sulphur produced from the leased land.
- (d) The operator shall conduct operations in such a manner as to prevent avoidable loss of oil and gas. A operator shall be liable for royalty payments on oil or gas lost or wasted from a lease site, or allocated to a lease site, when such loss or waste is due to negligence on the part of the operator of such lease, or due to the failure of the operator to comply with any regulation, order or citation issued pursuant to this part.