- 🐔	NMOCD						
Form 3160-5 / (August 2007) ·	DEPARTMENT OF THE I	UNITED STATES PARTMENT OF THE INTERIOR UREAU OF LAND MANAGEMENT				FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010	
SUNDRY NOTICES AND REPORTS ON WELLS					5. Lease Serial No. NMLC029548A		
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		
SUBMIT IN T	RIPLICATE - Other instru	ctions on re	verse side.	•	7. If Unit or CA/Agre	ement, Name and/or No.	
1. Type of Well Ø Oil Well Gas Well			8. Well Name and No. C A RUSSELL 5				
2. Name of Operator Contact: LAURA A MORENO LINN OPERATING INCORPORATED E-Mail: Imoreno@linnenergy.com					9. API Well No. 30-015-05218-00-S1		
3a. Address 600 TRAVIS STREET SUI HOUSTON, TX 77002	3b. Phone No. (include area code) Ph: 713-904-6657 Fx: 832-209-4316			10. Field and Pool, or Exploratory GRAYBURG			
4. Location of Well (Footage, Sec	· · ·			11. County or Parish, and State			
Sec 18 T17S R31E SWNW	· 、			EDDY COUNTY, NM			
12. CHECK A	PPROPRIATE BOX(ES) T	O INDICAT	E NATURE OF	NOTICE, R	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION			TYPE O	F ACTION		· _ · _ ·	
Notice of Intent	Acidize	🗖 De		—	tion (Start/Resume)	□ Water Shut-Off	
—	Alter Casing	_	cture Treat	Reclamation		U Well Integrity	
Subsequent Report	Casing Repair	New Construction				Other Venting and/or Flari	
Final Abandonment Notice	Change Plans	•	g and Abandon g Back	U Tempor	arny Abandon ng		
LINN RESPECTFULLY RE FURTHER EXPLORE GAS PLEASE SEE ATTACHED	QUESTS TO FLARE 20 MC INJECTION BLENDING O WELL LIST.	CF/D FOR 90 PPORTUNIT	DAYS FROM N IES.	OVEMBER	NM OIL C	ONSERVATION	
	•				ARTES	SIA DISTRICT	
, ·					JUL	29 2016	
			RECEIVED				
					Accepted F	or Record	
14. I hereby certify that the foregoin	g is true and correct. Electronic Submission # For LINN OPERA nmitted to AFMSS for proces	TING INCORP	DRATED, sent to	the Carlsba	di ´	CDAP Stallb	
Name (Printed/Typed) LAURA	AMORENO		Title REGUL	ATORY AD	VISOR		
Signature (Electron	ic Submission)		Date 07/14/2	016			
	THIS SPACE FO	DR FEDER	L OR STATE	OFFIČE U	\$E		
Approved By /S/ DA	AD B_GLAS	S	Title PETR	OLEUM EN	IGINZER	WUL 19 2015	
onditions of approval, if any, are atta- ertify that the applicant holds legal or hich would entitle the applicant to co	ched. Approval of this notice does equitable title to those rights in the	not warrant or subject lease	Office				
itle 18 U.S.C. Section 1001 and Title States any false, fictitious or fraudule	43 U.S.C. Section 1212, make it a	crime for any parts to any matter w	erson knowingly and ithin its jurisdiction.	willfully to ma	ske to any department or	agency of the United	
** BLM RE	VISED ** BLM REVISE) ** BLM RI	EVISED ** BLN	N REVISED			
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API	Well Name	Well Number	Type
30-015-05218	C A RUSSELL	#005	Oil
30-015-28809	C A RUSSELL	#012	Oil
30-015-28756	C A RUSSELL	#013	Oil
30-015-28799	C A RUSSELL	#014	Oil
30-015-28757	C A RUSSELL	#015	Oil
30-015-28867	C A RUSSELL	#016	Oil
. 30-015-28835	C A RUSSELL	#017	Oil
30-015-28794	C A RUSSELL	#018	Oil
30-015-28924	C A RUSSELL	#019	Oil
30-015-28889	C A RUSSELL	#020	Oil
30-015-28868	C A RUSSELL	#021	Oil

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BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 (575) 234-5972 Venting and/or Flaring Conditions of Approval

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.

Conditions 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.