State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director
Oil Conservation Division



20-Mar-14

Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

HOBBS OCD

LINN OPERATING, INC. 600 TRAVIS SUITE 5100 HOUSTON TX 77002

MAR 2 0 2014

RECEIVED

LETTER OF VIOLATION -

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

EAST HOBBS SAN ANDRES UNIT No.505

J-30-18S-39E

30-025-36832-00-00 Corrective

Inspection Date

Type Inspection

Inspector Bill Violation? Yes *Significant Non-Compliance? No

Action Due By: 6/21/2014

Inspection No. iWCS1407928240

03/18/2014 Bradenhead Comments on Inspection:

Surface Bradenhead valve would not open. Valve should be replaced and test rescheduled.

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerel

Hobbs OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



\$0.48 03/20/14 Mailed From 88240

LINN OPERATING, INC 600 TRAVIS SUITE 5100 HOUSTON, TX 77002