

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO:
Rosa Unit FR PA (NMNM78407D)
3180 (NMF021110)

December 29, 2011

Ms. Kristine Russell Williams Production Company, LLC P.O. Box 3102 Tulsa, OK 74101-3102

RE:

Rosa Unit

San Juan and Rio Arriba County, NM

Fruitland Coal Participating Area

22th Expansion Effective 04/01/2007

23th Expansion Effective 08/01/2007

24th Expansion Effective 11/01/2007

25th Expansion Effective 12/01/2007

26th Expansion Effective 09/01/2008

27th Expansion Effective 10/01/2008

28th Expansion Effective 11/01/2008

28th Expansion Effective 06/01/2009

Dear Ms. Russell:

RECENTED OCD

In response to a letter from Williams Production Company, LLC dated October 19, 2011 the Farmington Field Office has reviewed the data submitted on the above referenced expansion to the Rosa Unit Fruitland Participating Area. The following are the expansions with the description of the acreage and wells included in the expansions. These wells were previously determined to be paying wells by this office.

TWENTY-SECOND EXPANSION - EFFECTIVE 04/01/2007

WELL& COMPLETION DATE	TRACT#	DRILLING BLOCK	ACRES	LEASE
Rosa Unit #234A 03/29/2007	33	(W2) Sec.9, T. 31 N., R. 6W.	320.00	SF078765*

TWENTY-THIRD EXPANSION – EFFECTIVE 08/01/2007

WELL & COMPLETION DATE	TRACT#	DRILLING BLOCK	ACRES	LEASE
Rosa Unit #313A 07/26/2007	8	(W/2) Sec. 29, T. 31 N., R. 4 W.	320.00	SF078894*

TWENTY-FOURTH EXPANSION – EFFECTIVE 11/01/2007

WELL & COMPLETION DATE	TRACT#	DRILLING BLOCK	ACRES	LEASE
		LOT 1,	33.42	
		LOT 2,	33.48	
Rosa Unit #315A	12	LOT 3,	33.52	CE070774 *
10/12/2007	12	LOT 4,	33.58	SF078774 *
		E/2W/2	160.00	
	·	(W2) Sec. 30 T. 31 N., R. 4 W.	294.00	
		LOT 1,	33.24	
		LOT 2,	33.29	
Rosa Unit #370		LOT 3,	33.33	CE070000*
10/20/2007	6	LOT 4,	33.38	SF078889*
		E/2W/2	160.00	
		(W2) Sec. 19 T. 31 N., R. 4 W.	293.24	

TWENTY-FIFTH – EFFECTIVE 12/01/2007

WELL & COMPLETION DATE	TRACT#	DRILLING BLOCK	ACRES	LEASE
		LOT 1,	12.03	
		LOT 2,	12.00	
Rosa Unit #335A	12 4	LOT 3,	11.98	SF078763 *
11/07/2007	13A	LOT 4,	11.95	SFU/8/03 *
		S/2	<u>320.00</u>	
		(ALL) Sec. 5 T. 31 N., R. 5 W.	367.96	

TWENTY-SIXTH – EFFECTIVE 09/01/2008

WELL & COMPLETION DATE	TRACT#	DRILLING BLOCK	ACRES	LEASE
Rosa Unit #381A	33	E/2E/2 W/2E/2	160.00	SF078765* Fee
08/16/2008	33	(E2) Sec. 10 T. 31 N., R. 6 W.	160.00 320.00	ree

TWENTY-SEVENTH - EFFECTIVE 10/01/2008

WELL & COMPLETION DATE	TRACT#	DRILLING BLOCK	ACRES	LEASE		
Rosa Unit #350A 09/05/2008	13	(N2) Sec. 10 T. 31 N., R. 5 W.	320.00	SF078763*		
Rosa Unit #400 09/28/2008	13	(E2) Sec. 9 T. 31 N., R. 5 W.	320.00	SF078763*		
Rosa Unit #360A 09/30/2008	13	(W2) Sec. 9 T. 31 N., R. 5 W	320.00 960.00	SF078763*		

TWENTY-EIGHTH – EFFECTIVE 11/01/2008

WELL & COMPLETION DATE	TRACT #	DRILLING BLOCK	ACRES	LEASE	
Rosa Unit #264A 10/13/2008	16 -	(E2) Sec. 22 T. 31 N., R. 5 W.	320.00	SF078770*	
Rosa Unit #374 10/28/2008	17	(E2) Sec. 16 T. 31 N., R. 5 W.	320.00 640.00	SF078769*	

TWENTY-NINTH – EFFECTIVE 06/01/2009

WELL & COMPLETION DATE	TRACT#	DRILLING BLOCK	ACRES	LEASE
Rosa Unit #380 05/02/2009	6A	(W2) Sec. 20 T. 31 N., R. 4 W.	320.00	SF078889 *

^{*} Lease where the well is physically located.

Approval is hereby granted for the Twenty-Second through Twenty-Ninth Expansions to the Fruitland Formation Participating Area (PA) for the Rosa Unit. Please file all production reports for the PA under AFS number 892000587C.

The Twenty-Second through Twenty-Ninth Expansion of the Fruitland Participating Area resulted in the addition of 3,835.20 acres to the participating area for a total of 36,571.92 acres. The total number of acres in the participating area is 31,571.92 and the total number of acres not-committed to the participating area is 210.52 acres for a total sum of 31,782.44 acres.

Please advise all interested parties of the Twenty-Second through Twenty-Ninth Expansions to the Rosa Unit Fruitland Participating Area and the effective dates.

This approval requires submission of Payor Information Form ONRR-4025 to the ONRR within 30 days (30 CFR 210.51). Please notify the designated payor or payors (purchasers, working-interest owners, or others) as soon as possible regarding this requirement. Any production royalties that are due must be reported and paid within 90 days of our approval date or the payors will be assessed interest for late payment under the authority of the Federal Oil and Gas Royalty Management Act of 1982 (see 30 CFR 218.54). If you need assistance or clarification, please contact the ONRR at 1-800-525-9167, or (303) 231-3054.

If you have any questions, please contact Cynthia Marquez at the above address or telephone (505) 599-8935.

Sincerely,

Cynthia Marquez

Land Law Examiner

Branch of Petroleum Management

cc: Commissioner of Public Lands, Santa Fe, NM ONRR 357 B1, Denver, CO

bcc: Rosa Unit FC PA (NMNM78407D)

AFMSS/LR2000/NMF21110: cmarquez PA



Ray Powell, M.S., D.V.M. **COMMISSIONER**

State of New Mexico Commissioner of Public Lands

P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

2011 DE(Phone (\$05) \$271-5760 Fax (505) 827-5766

www.nmstatelands.org

November 28, 2011

Linn Energy Holdings, LLC 600 Travis Street, Suite 5100 Houston, Texas 77002

Attn:

Mr. John Akers

Re:

Resignation/Designation of Successor Unit Operator

East Hobbs San Andres Unit Lea County, New Mexico

Dear Mr. Akers:

We are in receipt of your resignation/designation of successor unit operator, wherein SandRidge Exploration and Production, LLC has resigned as unit operator of the East Hobbs San Andres Unit and designated Linn Energy Holdings, LLC as the successor unit operator.

The Commissioner of Public Lands has this date approved the resignation of SandRidge Exploration and Production, LLC and the designation of Linn Energy Holdings, LLC as the successor unit operator of this unit. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

This change in operators is effective April 1, 2011. In accordance with this approval, Linn Energy Holdings, LLC is now responsible for all operations and the reporting of all production from this unit.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

LARRY J. ROYBAL. Director

Oil/Gas and Minerals Division

RP/LR/jm xc: Reader File

OCD-Mr. Ed Martin

TRD-Valdean Severson