UNITED STATES DEPARTMENT OF THE INTERIOR OCD-ARTESIA BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO 1004-0135 Expires July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side.					5 Lease Serial No NMLC054908 6 If Indian, Allottee or Tribe Name 7 If Unit or CA/Agreement, Name and/or No												
									1. Type of Well					8. Well Name and No HUDSON FEDERAL 006			
									Oil Well Gas Well Other INJECTION 2. Name of Operator Contact NANCY FITZWATER					9 API Well No.			
LINN OPERATING INC E-Mail: nfitzwater@linnenergy.com				30-015-26008													
600 TRAVIS, SUITE 5100 HOUSTON, TX 77002			Phone No. (include area code) h: 281-840-4266			10. Field and Pool, or Exploratory GRAYBURG JACKSON;SR-Q-G-S											
4 Location of Well (Footage, Sec., 7		11.0			County or Parish, and State												
Sec 18 T17S R31E Mer NMP SENE 2310FNL 990FEL					EDDY COUNTY, NM												
12. CHECK APPE	ROPRIATE BOX(ES) TO I	NDICATE N	ATURE OF	NOTICE. RE	PORT,	OR OTHE	R DATA										
TYPE OF SUBMISSION	TYPE OF ACTION					-2											
Notice of Intent	□ ^{Acidize}	Deepen		Production (Start/Resume)		☐ Water Shut	-Off										
_	☐ Alter Casing	☐ Fracture Treat		□ Reclama	Reclamation		☐ Well Integr	ity									
Subsequent Report	Casing Repair	■ New Construction		□ Recomp	Recomplete		Other Workover Ope										
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon		□ Temporarily Abandon		workover Ope	erations										
	Convert to Injection	vert to Injection Plug Back Wate		□ Water D	isposal												
I3 Describe Proposed or Completed Ope If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed Final Ab- determined that the site is ready for fi	ally or recomplete horizontally, given the will be performed or provide the operations. If the operation result bandonment Notices shall be filed or the province of the p	e subsurface loc Bond No. on fi s in a multiple c	ations and meas le with BLM/BL ompletion or rec	ured and true ve A Required sub ompletion in a r	rtical dep sequent i sew interv	ths of all perture reports shall be val, a Form 316	ent markers and zo filed within 30 day 0-4 shall be filed o	ones ys nce									
SUBSEQUENT	U O ADE ATTAQUED																
LINER INSTALLATION DETA																	
MIT WAS CONDUCTED ON 1	12/16/11 @ 550 PSI, WITNE	ESSED BY PA	AUL SWARTZ	Z WITH BLM		DE											
REQUEST APPROVAL TO RE	ETURN WELL TO INJECTIO	Accepted	d for record IOCD	d		FE NMOC	CEIVEL B 28 2012 D ARTES!	5									
14. Thereby certify that the foregoing is	Electronic Submission #126	803 verified b	y the BLM We	II Information	System												
	For LINN OPE Committed to AFMSS for pro-				3/2012	O											
Name (Printed/Typed) NANCY FI	- 1	tle SUPER															
Signature (Electronic S	ubmission)	D	ate 12/27/2	011	ACC	EPTEN	FOR RFCC)RD									
	THIS SPACE FOR	FEDERAL	OR STATE	OFFICE US													
Approved By		n	îtle			FEB	2 3 2012 Date										
onditions of approval, if any, are attached	d. Approval of this notice does not	t warrant or		*	1	Ist Ch	iris' Walls										

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.

Additional data for EC transaction #126803 that would not fit on the form

32. Additional remarks, continued

PLEASE NOTE THAT THE SUNDRY TO INSTALL THE LINER WAS APPROVED ON 12/6/11 BY THE BLM, HOWEVER THE LINER INSTALLATION OPERATIONS WERE CONDUCTED PRIOR TO THE BLM APPROVAL. THIS WORK WAS DONE WHILE LINN UNDERSTOOD THE REGULATIONS TO BE THAT WE ONLY NEEDED OCD APPROVAL TO COMMENCE WORK. WE HAVE SINCE MEET WITH BOTHER BLM & OCD ON NOVEMBER 29, 2011 AND THE UIC PROGRAM WAS DISCUSSED. LINN NOW UNDERSTANDS THAT WE MUST HAVE APPROVAL FROM BLM ON ALL FEDERAL INJECTION WELLS THAT REQUIRE ANY TYPE OF CASING REPAIR OR WORK TO BE PERFORMED. WE APOLOGIZE FOR OUR LACK OF UNDERSTANDING, HOWEVER WE DID NOT INTENTONALY PROCEED WITHOUT APPROVAL. WE ASK FOR YOUR UNDERSTANDING IN THIS MATTER.

HUDSON FEDERAL #006 (30-015-26008) LINER INSTALL

11/14/2011 RUWSU. NDWH, NUBOP & Drip pan, RU Floor & tongs. TOOH W/85 jts 2 3/8 IPC tbg.
PU AD 1 packer PU 84 jts tbg tagged @ 2749' set packer @ 2734', pressure test
composite plug to 500 psi lost 25 psi in 15 min. Release packer Circulate hole clean pull
2 jts SWI.

11/15/2011

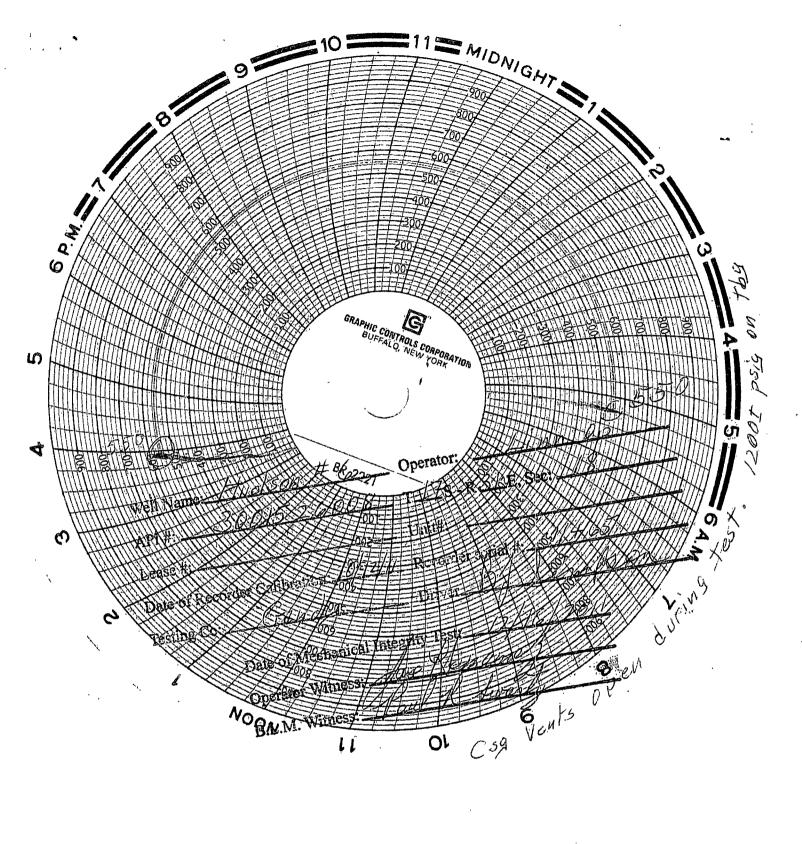
TOOH W/82 jts LD packer. Spot in 4" liner, change pipe rams RU casing crew. PU Casing shoe, FLoat Collar start PU 4" Flush jt 10.8 # Liner. Load liner With F/W. Cont. PU Liner tag Bottom @ 2749' RD casing crew. Hooked up to liner and load with F/W circulate well for 30 min make sure was clean Pull up 10' SWI.

11/16/2011

RU cementer's, held Safety Meeting. Test lines to 3000 psi, good. Pump 20 Bbls F/W start cementing w/ Class C 14.8 slurry W/1.32 yield, pump 66 bbls had cement back to pit total vol is 53 Bbls, pumped 10 more cement for total of 76 Bbls, shut down. Drop plug, displace plug W/32 bbls of F/W bumped plug @ 1800 psi shut down. Total of 42 Bbls cement back to surface. RD Cementer's. RD floor & tongs, NDBOP land Liner. Cut off Liner install new WH PU 4' sub SWI

- 11/17/2011 NUBOP change pipe rams, RU Floor & tongs. PU 3 3/8 bit TIH W/84 jts tag @ 2744' LD jt 84. PU swivel & jt 84 break circulation. Start drilling, Drilled through Float collar & casing shoe. Drilled 10' of cement drill out composite plug had 500 psi under plug, bleed down. PU 10 more jts tag @ 3093' Cont. drilling, bit kept plugging off had to reverse circulation. Cont drilling. Circulate clean LD swivel TOOH W/12 Jts to get back in to liner. SWI.
- 11/18/2011 TIH W/12 jts, PU swivel Cont drilling, drilled 1 hr didn't make any hole getting back metal may have lost cone on bit. Swivel TOOH LD 94 jts W/S & bit had 2 cones missing from 3 3/8 bit. RU tbg tester PU 1 jt tail pipe, 4" arrow set 1X packer W/1.50 profile nipple, T2 on/off tool TIH W/86 jts, 2-3/8 IPC testing tbg to 5000 psi, RD tbg tester. NDBOP, land tbg circulate 50 Bbls packer fluid set packer @ 2740'. Land tbg. Pressure test MOCK MIT 500 psi for 30 min, gained 20 psi due to thermal build up.NUWH, RDWSU move off

Witnessed MIT conducted and witnessed by Paul Swartz with BLM. MIT pressure was 12/16/2011 550 psi.



7.4