

Susana Martinez

Governor

Bill Brancard Acting Cabinet Secretary

Karen W. Garcia **Deputy Cabinet Secretary**

Daniel Sanchez Acting Division Director Oil Conservation Division



05-Jan-11

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

Dear Operator:

LETTER OF VIOLATION - Inspection

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

H E WEST A No.019

Inspection Date

Comments on Inspection:

Comments on Inspection:

Type Inspection

Routine/Periodic

Inspector Kimberly Wilson Violation? Yes

*Significant Non-Compliance? No

P-4-17S-31E

B-7-17S-31E

D-5-17S-31E

30-015-26790-00-00 Corrective Action Due By:

Inspection No. 1/19/2011 iKMW110053766

Fresh contamination around wellhead with oil pooled on ground, due to stuffing box leak. Violation of NMAC 19.15.2.8 & NMAC 19.15.29. Operator must submit C-141 of OCD

District II office no later than January 19, 2011. Remediation plan may be required. Photos

J L KEEL A No.020

Inspection Date

01/05/2011

01/05/2011

Type Inspection Routine/Periodic

Inspector

Violation?

*Significant Non-Compliance? No

30-015-28059-00-00

Corrective Action Due By:

Inspection No. 1/19/2011 iKMW110054299

Kimberly Wilson Yes Fresh contamination around wellhead with clorides on ground, due to stuffing box leak. Violation of NMAC 19.15.2.8 & NMAC 19.15.29. Operator must submit C-141 of OCD

District II office no later than January 19, 2011. Remediation plan may be required. Photos

J L KEEL B No.080

Inspection Date

Type Inspection Routine/Periodic

Inspector Kimberly Wilson Violation? Yes

*Significant Non-Compliance? No

30-015-28253-00-00 Corrective Action Due By:

Inspection No. 1/19/2011 iKMW110053499

01/05/2011 Comments on Inspection:

Fresh contamination around wellhead with oil pooled on ground, due to stuffing box leak. Violation of NMAC 19.15.2.8 & NMAC 19.15.29. Operator must submit C-141 of OCD District II office no later than January 19, 2011. Remediation plan may be required. Photos

Oil Conservation Division

1301 W. Grand Avenue • Artesia, New Mexico 88210 Phone (575)748-1283 • Fax (575) 748-9720 • www.emnrd.state.nm.us/OCD



JL KEEL B No.061

Inspection

Date

H-6-17S-31E

30-015-28292-00-00

*Significant Non-Compliance? Corrective

Action Due By:

Inspection No. iKMW110053391

01/05/2011 Comments on Inspection:

Type Inspection

Routine/Periodic Kimberly Wilson Yes 1/19/2011 No Fresh contamination around wellhead due to stuffing box leak. Violation of NMAC 19.15.2.8 & NMAC 19.15.29. Operator must submit C-141 to OCD District II office no later than

Violation?

January 19, 2011. Remediation plan may be required. Photos taken.

Inspector

M. Wilson

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 Divison Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

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.