

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS** ^{OCD Artesia}
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.**

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other: INJECTION		5. Lease Serial No. NMLC029435B
2. Name of Operator LINN OPERATING INC.		6. If Indian, Allottee or Tribe Name
3a. Address 600 TRAVIS STREET SUITE 5100 HOUSTON, TX 77002		7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) Ph: 281-840-4266 Fx: 281-840-4003		8. Well Name and No. J L KEEL B 7
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 8 T17S R31E NENW 660FNL 1980FWL		9. API Well No. 30-015-05108-00-S1
		10. Field and Pool, or Exploratory GRAYBURG
		11. County or Parish, and State EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input checked="" type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

AFTER CONDUCTING FLOW BACK AND CLEAN OUT TO ESTABLISH INJECTION, WELL WAS SHUT IN. NEXT MORNING, WELL WAS FOUND TO BE LEAKING. DUG OUT AROUND WELLHEAD AND FOUND HOLE IN PRODUCTION CASING. CLAMP HAS BEEN PLACED ON CASING TO STOP LEAK. LINN REQUESTS APPROVAL TO WELD ON A PATCH TO REPAIR CASING LEAK.

Operator shall provide additional details on clean outs and flow back work. Due to age of well and the fact that it is being used for injection purposes, the BLM will not approve a patch. Operator shall submit procedure to replace inner joint of 7" casing.

Accepted for record
NMOCD

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #107333 verified by the BLM Well Information System

For LINN OPERATING INC., sent to the Carlsbad

Committed to AFMSS for processing by KURT SIMMONS on 05/02/2011 (11KMS1481SE)

Name (Printed/Typed) DAVID GONZALES

Title ENGINEER

Signature (Electronic Submission)

Date 05/02/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

REJECTEDWESLEY INGRAM
Title PETROLEUM ENGINEER

Date 05/02/2011

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Carlsbad

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****