

Susana Martinez Governor

John H. Bemis Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary

Jami Bailey Division Director Oil Conservation Division



October 26, 2011

LINN Energy Attn: Ms. Terry B. Callahan 600 Travis St., Suite 5100 Houston, TX 77002

Re: Seven Rivers Queen Unit Woodflood Project

Seven Rivers Queen Unit Well No. 52 (API No. 30-025-09239) Unit h, Section 3, T23S, R36E, NMPM, Lea County

You have submitted a request on behalf of Linn Energy for clarification of the allowable packer setting depth.

Your sundry states the new packer setting depth is 3,516 feet while the existing WFX-589 permit states the allowable packer setting depth is to be "located approximately within 100 feet of the uppermost injection perforation", which is currently 3,654 feet.

Your Geologist testified the top of the Seven Rivers Queen unitized interval is 3,534 feet. The packer seat is within 100 feet the Seven Rivers Queen unitized interval and your new packer setting depth should be approved.

Your new packer seat at **3516** feet is hereby **approved**.

Sincerely,

Jami Bailey Director

Oil Conservation Division - Hobbs

File: API No. 30-025-09239

WFX-589