Mailed 12/28/10



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

LOV NO 02-09-198

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

27-Dec-10

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

LETTER OF VIOLATION - Inspection

Dear Operator:

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	V DETAIL	L SECTION			
TURNER B Inspection Date	No.025 Type Inspectio	n	Inspector	Violation?	C-29-17S-31E *Significant Non-Compliance?	30-015-05434-00 Corrective Action Due By:	-00 Inspection No.	
12/27/2010	Routine/Perio	odic	Kimberly Wilson	Yes	No	3/27/2011	iKMW1036157411	
Comments	on Inspection:		use, TA or submit P		tion of NMAC 19.15. res to OCD District II	•		
TURNER B Inspection Date	No.047 Type Inspection	n	Inspector	Violation?	B-29-17S-31E *Significant Non-Compliance?	30-015-05435-00- Corrective Action Due By:	-00 Inspection No.	
12/27/2010	Routine/Perio	odic	Kimberly Wilson	Yes	No	1/10/2011	iKMW1036157598	
Comments	on Inspection:				NMAC 19.15.16.8. Osign, no later than Jan		C-103	
TURNER B No.023					D-29-17S-31E	30-015-05438-00-	-00	
Inspection Date	Type Inspection	n.	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
12/27/2010	Routine/Perio	odic	Kimberly Wilson	Yes	No	3/27/2011	iKMW1036155245	
Comments on Inspection:		Idle Well, 216 months with no production. Violation of NMAC 19.15.25.8. Operator must return well to benefical use, TA or submit P/A procedures to OCD District II office no later than March 27, 2011.						

TURNER B No.059 A-29-17S-31E 30-015-05446-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 12/27/2010 Routine/Periodic Kimberly Wilson iKMW1036157690 Yes 1/10/2011 Comments on Inspection: Need current operator on well sign, violation of NMAC 19.15.16.8. Operator must submit C-103 stating when current operator was added to well sign, no later than January 10, 2011. **TURNER B No.071** M-29-17S-31E 30-015-05454-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Inspection No. Non-Compliance? Action Due By: 12/27/2010 Routine/Periodic Kimberly Wilson iKMW1036156340 Yes No 3/27/2011 Comments on Inspection: Idle Well, 74 months with no production, violation of NMAC 19.15.25.8. Operator must return well to benefical use, TA or submit P?A procedures to OCD District II office no later than Mach 27, 2011, for approval. **TURNER B No.082** J-29-17S-31E 30-015-26385-00-00 Inspection *Significant Corrective Type Inspection Violation? Inspection No. Date Action Due By: Non-Compliance? 12/27/2010 Routine/Periodic Kimberly Wilson Yes No 1/10/2011 iKMW1036157075 Comments on Inspection: Need current operator on well sign, violation of NMAC 19.15.16.8. Operator must submit C-103 stating when current operator was added to well sign, no later than January 10, 2011. **TURNER B No.085** B-29-17S-31E 30-015-26386-00-00 Inspection *Significant Corrective Type Inspection Inspector Inspection No. Violation? Date Non-Compliance? Action Due By: 12/27/2010 Routine/Periodic Kimberly Wilson iKMW1036157140 Yes No 1/10/2011 Comments on Inspection: Oil pooled at wellhead due to stuffing box leak, violation of NMAC 19.15.2.8 & NMAC 19.15.29. Operator must submit a C-141 to OCD District II office no later than January 10, 2011. Remediation plan may be required. Photos taken. K-29-17S-31E **TURNER B No.087** 30-015-26387-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 12/27/2010 Routine/Periodic Kimberly Wilson iKMW1036156538 Yes No 1/10/2011 Comments on Inspection: Release of chlorides from the stuffing box leak, violation of NMAC 19.15.2.8 & 19.15.29. Operator must submit C-141 to OCD District II office no later than January 10, 2011. Remediation plan may required. Photos taken. TURNER B No.080 L-29-17S-31E 30-015-26388-00-00 Inspection *Significant Corrective Violation? Type Inspection Inspector Inspection No. Date Non-Compliance? Action Due By: 12/27/2010 Routine/Periodic Kimberly Wilson iKMW1036155911 Yes No 1/10/2011 Comments on Inspection: Fresh contamination around wellhead and small pool of oil to right of wellhead, violation of NMAC 19.15.2.8 & 19.15.29. Operator must submit a C-141 to OCD Distict II office no later than January 10, 2011. Remediation plan may be required. Photos taken. TURNER B No.081 J-29-17S-31E 30-015-26389-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 12/27/2010 Routine/Periodic Kimberly Wilson Yes No 1/10/2011 iKMW1036156715 Need current operator on well sign, violation of NMAC 19.15.16.8. Operator must submit C-103 Comments on Inspection: stating when current operator was added to well sign, no later than January 10, 2011. **TURNER B No.083** F-29-17S-31E 30-015-26390-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 12/27/2010 Routine/Periodic Kimberly Wilson Yes No 1/10/2011 iKMW1036155633 Comments on Inspection: Fresh contamination around wellhead and across location, violation of NMAC 19.15.2.8 & NMAC 19.15.29. Operator must submit C-141 to OCD District II office no later than January 10, 2011. Remediation plan may be required. Photos taken.

TURNER B	No.084			B-29-17S-31E *Significant	30-015-26391-00-00 Corrective	
Date	Type Inspection	inspector	Violation?	Non-Compliance?	Action Due By: Inspection	n No.
12/27/2010	Routine/Perio	die Kimberly Wilson	Yes	No	1/10/2011 iKMW1036	157303
Comments	on Inspection:	Need current operator on well sign, v stating when current operator was add				
TURNER B Inspection Date	No.088 Type Inspection	hspector	Violation?	J-29-17S-31E *Significant Non-Compliance?	30-015-26571-00-00 Corrective Action Due By: Inspection	n No.
12/27/2010	Routine/Perio	•		No.	1/10/2011 iKMW10361	
Comments	on Inspection:	Fresh contamination due to oil being NMAC 19.15.2.8 & NMAC 19.15.2.1 later than January 10, 2011. Remedia Need operator change on well sign. Vegarding date change was made, no least the sign of the	9. Operator ation may be Violation of	must submit C-141 to e required. Photos tak NMAC 19.15.16.8, p	OOCD District II office no sen.	·
TURNER B Inspection Date	No.091 Type Inspection		Violation?	A-29-17S-31E *Significant Non-Compliance?	30-015-26603-00-00 Corrective Action Due By: Inspection	ı No.
12/27/2010	Routine/Perio	dic Kimberly Wilson	Yes	No	1/10/2011 iKMW10361	57648
Comments	on Inspection:	Need current operator on well sign, v stating when current operator was add				
TURNER B Inspection Date	No.099 Type Inspection	Inspector	Violation?	L-29-17S-31E *Significant Non-Compliance?	30-015-26621-00-00 Corrective Action Due By: Inspection	ı No.
12/27/2010	Routine/Perio	dic Kimberly Wilson	Yes	No	1/10/2011 iKMW10361	56093
Comments	on Inspection:	Need current operator on well sign, vistating when current operator was add				
TURNER B Inspection Date	No.137 Type Inspection	Inspector	Violation?	B-29-17S-31E *Significant Non-Compliance?	30-015-29954-00-00 Corrective Action Due By: Inspection	ı No.
12/27/2010	Routine/Perio	dic Kimberly Wilson	Yes	No	1/10/2011 iKMW10361	57754
Comments of	on Inspection:	Need current operator on well sign, vi stating when current operator was add				

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,

Artesia OCD District Office

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.