

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

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.

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other: INJECTION

2. Name of Operator

LINN OPERATING, INC.

Contact: NANCY S FITZWATER

E-Mail: NFITZWATER@LINNENERGY.COM

3a. Address

600 TRAVIS, SUITE 5100
HOUSTON, TX 77002

3b. Phone No. (include area code)

Ph: 281-840-4266
Fx: 281-840-4003

5. Lease Serial No.
NMLC029435B

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
J.L. KEEL "B" 011

8. Well Name and No.

9. API Well No.
30-015-05077

10. Field and Pool, or Exploratory

11. County or Parish, and State

GRAYBURG-JACKSON
EDDY COUNTY COUNTY, NM

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

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☒ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☐ Other

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 recomple 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 recomple 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.)

A CIBP HAS BEEN SET IN THIS WELL AT 2905' AND A CIBP SET AT 1525' ON 02/01/2006. THE CIBP AT 1525' HAS 10' OF CEMENT ON TOP OF THE CIBP.

THIS WELL HAS FALLEN INTO COMPLIANCE VIOLATION DUE TO THE EXPIRED TA STATUS (08/05/07 UNDER MERIT). LINN WOULD LIKE TO SALVAGE THIS WELLBORE TO ASSIST IN THE PATTERN FLOOD OF THIS LEASE ASSUMING THAT OUR RESEARCH SUPPORTS THE REACTIVATION OF THIS PARTICULAR WELL. THE EXTENSION WILL PROVIDE SUFFICIENT TIME FOR LINN TO EVALUATE THE FLOOD PATTERN TO DETERMINE IF THE REACTIVATION OF THE JL KEEL B #11 IS ECONOMICALLY FEASIBLE.

THIS WELLBORE WAS PRESSURE TESTED BY LINN (NOT WITNESSED) IN FEBRUARY 2011 AND HELD PRESSURE SUFFICIENT TO PASS A MIT.

FAILURE TO COMPLY WITH PREVIOUS NOI, NO APPROVAL TO SET

WELL LAST USED 12/2005 CIBP @ 1525' & cement. Submit NOI to PTA within 30 days

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

Electronic Submission #106760 verified by the BLM Well Information System
For LINN OPERATING, INC., sent to the Carlsbad

Name (Printed/Typed) NANCY S FITZWATER

Title REGULATORY COMPLIANCE ADVISOR

Signature (Electronic Submission)

Date 04/19/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

DENIED

A provided...
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.

Title LPET

Date 5/12/11

Office CFO

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.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

**Failure to notify of MIT test & not witnessed.
TA STATUS APPROVED BY NMCD ON 6/20/2007. WELL IS CURRENTLY EXPIRED
TA. OPERATOR MUST BRING WELL BACK INTO COMPLIANCE. RI - NMCD 5/25/11*

RECEIVED
MAY 17 2011
NMCD ARTESIA

Additional data for EC transaction #106760 that would not fit on the form

32. Additional remarks, continued

~~LINN HEREBY REQUESTS A TEMPORARILY ABANDONMENT STATUS FOR A PERIOD OF TWO YEARS TO FULLY UNDERSTAND
THIS WATER FLOOD PROJECT.~~