

Submit 1 Copy To Appropriate District Office

District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First-St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
October 13, 2009

HOBBS OCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

JUL 19 2011

WELL API NO. 30-025-00527
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 306907
7. Lease Name or Unit Agreement Name CAPROCK MALJAMAR UNIT
8. Well Number 014
9. OGRID Number 269324
10. Pool name or Wildcat GRAYBURG-SAN ANDRES
11. Elevation (Show whether DR, RKB, RT, GR, etc.).

SUNDRY NOT RECEIVED REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☐ Gas Well ☒ Other Inj

2. Name of Operator
LINN OPERATING, INC. ON BEHALF OF SANDRIDGE UNTIL COO

3. Address of Operator
600 TRAVIS, SUITE 5100 HOUSTON, TEXAS 77002

4. Well Location
Unit Letter I : 1980 feet from the S line and 660 feet from the E line
Section 13 Township 17S Range 32E NMPM LEA County

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☒ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

LINN PROPOSES TO MOVE A RIG ONTO LOCATION TO IDENTIFY THE SOURCE OF LEAKOFF WHICH HAS RESULTED IN A FAILED MIT. LINN WILL INSPECT THE PKR, TBG & CSG. IF A LEAK IS IDENTIFIED, LINN WILL ISOLATE & ATTEMPT TO SQZ IT OFF WITH CEMENT. IF THE SCOPE OF THE PROJECT CHANGES LINN WILL SUBMIT A NEW NOI.

Condition of Approval Notify OCD Hobbs
office 24 hours prior of running MIT Test & Chart

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Nancy Fitzwater TITLE REGULATORY COMPLIANCE ADVISOR DATE 07/15/11

Type or print name NANCY FITZWATER E-mail address: nfitzwat@linnenergy.com PHONE: 281-840-4266

For State Use Only

APPROVED BY: Mahesh Kumar TITLE Compliance Officer DATE 08-05-2011

Conditions of Approval (if any):