

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
HOBBS OCD
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
October 13, 2009

WELL API NO. 30-025-29244
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> FED <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name PEOPLES 33 STATE
8. Well Number: 001
9. OGRID Number 269324
10. Pool name or Wildcat GRAYBURG JACKSON;SR-Q-G-SA

RECEIVED
NOV 15 2011

SUNDRY NOTICES AND 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 ☐

2. Name of Operator
LINN OPERATING, INC.

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

4. Well Location
Unit Letter L: 1980 feet from the S line and 660 feet from the W line
Section 33 Township 18S Range 35E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,911'

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 ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

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.

P & A Procedures Attached

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 Terry B. Callahan TITLE: REGULATORY SPECIALIST III DATE NOVEMBER 14, 2011

Type or print name TERRY B. CALLAHAN E-mail address: tcallahan@linnenergy.com PHONE: 281-840-4272

For State Use Only

APPROVED BY: [Signature] TITLE: STATE MGR DATE 11-15-2011
Conditions of Approval (if any):

NOV 15 2011

Peoples 33 State 1

Lea County, NM

L-33-18S-35E 1980 FSL 660 FWL

30-025-29244

11/10/11

Project Scope: Plug and Abandon the wellbore

Non Routine Equipment Needs:

CIBP for 5-1/2" Casing

Class H Cmt

Class C Cmt

Perforating Equipment for 5-1/2" Csg

Mud Laden fluid – Minimum of 9 ppg (mixed at 25 sx per 100 barrels of water)

Procedure:

1. Test anchors prior to rigging up
2. MIRU plugging rig
3. Check casing and tubing pressures
4. Kill well as necessary with produced water
5. NUBOP
6. TOOH with tubing kill string and lay down
7. PU bit and scraper and TIH to 11,068' (top of Wolfcamp Perforation)
 - *There may be a CIBP above the Wolfcamp formation, but no records show or confirm the actual setting of the CIBP.
8. TOOH with bit and scraper and LD.
9. PU CIBP for 5-1/2", 17#, N-80 casing and set CIBP @ 11,018'
10. **(PLUG 1)** Spot 25 sx of Class H Cmt on top of CIBP, WOC 4 hrs and tag no lower than 10,918'
11. Circulate the hole with mud laden fluid. *SQ*
12. **(PLUG 2)** Perforate at 10,000' and ~~spot~~ *SQ* 35 sx of Class H cmt from 9950'-10,050', displace TOC to 10,050'. *WOC - TAG*
13. **(Plug 3)** Perforate at 7600' and ~~spot~~ *SQ* 35 sx of Class H cmt from 7650'-7550' and displace TOC to 7550'. *WOC - TAG*
14. **(Plug 4)** Perforate at 7070' and ~~spot~~ *SQ* 35 sx of Class C cmt from 7120'-7020' and displace TOC to 7020'. *WOC - TAG*

Contact Information:

David Gonzales – Asset Engineer
Cell – 832-350-6334
Office – 281-840-4055

Ron Ragland - Foreman
Cell – 575-942-8675

15. **(Plug 5)** Perforate at 6050' and spot 35 sx of Class C cmt from 6050'-5950' and displace TOC no lower than 5950'. WOC 4 hrs and tag TOC no lower than 5950'.
16. **(Plug 6)** Perforate at 3950' and spot 35 sx of Class C cmt from 3950'-3850' and displace TOC no lower than 3850'. WOC for 4 hrs and tag TOC no lower than 3850'.
17. **(Plug 7)** Perforate at 3350' and spot 35 sx of Class C cmt from 3400'-3300' and displace TOC to 3300'. WOC - 4 hrs
18. **(Plug 8)** Perforate at 1830' and spot 35 sx of Class C cmt from 1830-1730' and displace TOC no lower than 1730'. WOC 4 hrs and tag TOC no lower than 1730'.
19. **(Plug 9)** Perforate at 465' and spot 35 sx of Class C cmt from 465-365' and displace TOC no lower than 365'. WOC 4 hrs and tag TOC no lower than 365'.
20. **(Plug 10)** Perforate at 60' and circulate Class C Cmt to surface on backside of 5-1/2" casing. Once cement is circulated to surface ensure that the inside of the 5-1/2" casing is full of cmt and then shut the bradenhead valve and pressure up the cement to 50 psi. WOC, bleed of the pressure.
21. Cut off the wellhead, cap the well, and install a dry hole marker.
22. RD P&A rig.
23. Clean location and schedule the inspection of the location.

David Gonzales – Asset Engineer
 Cell – 832-350-6334
 Office – 281-840-4055

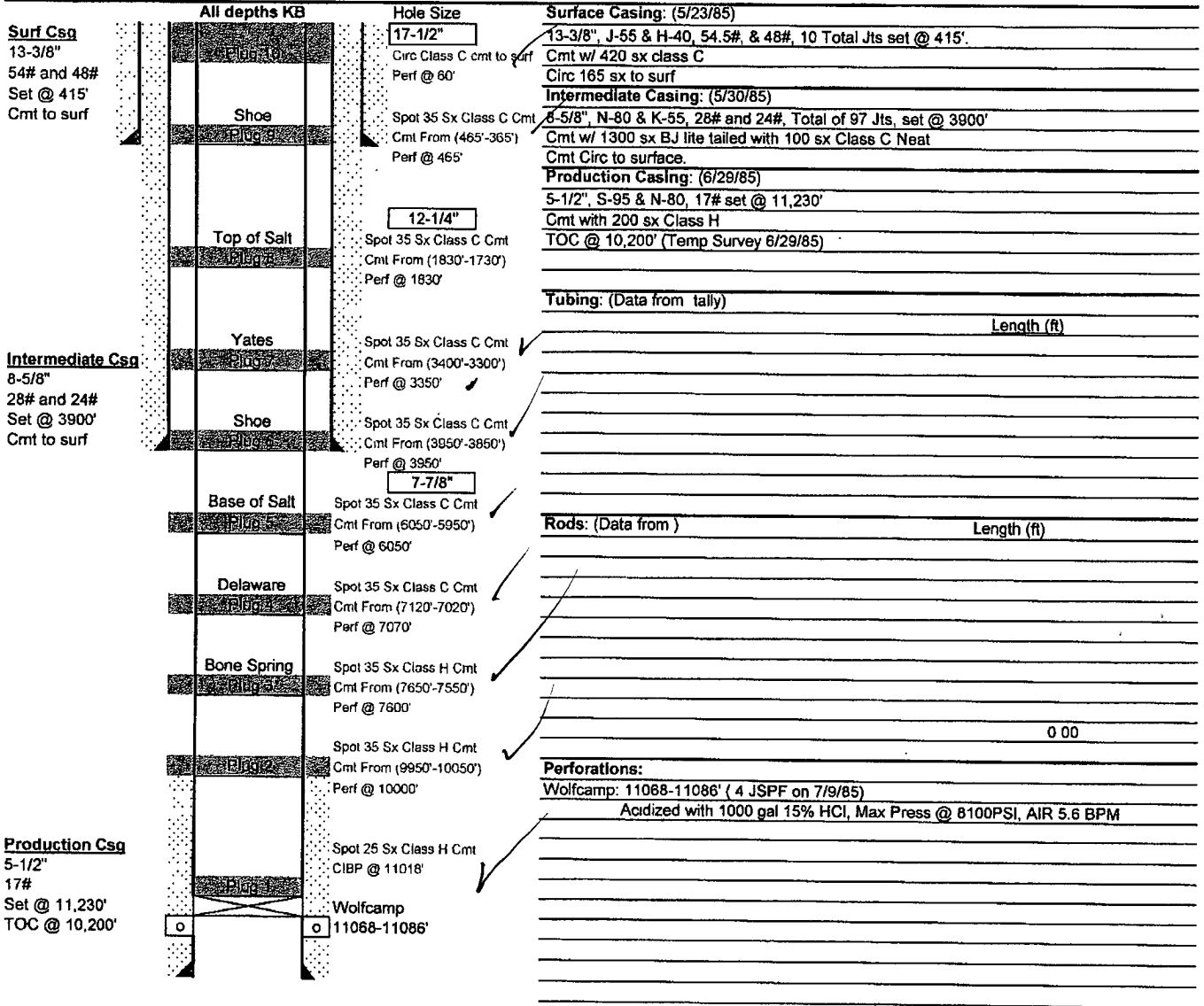
Contact Information:

Ron Ragland - Foreman
 Cell – 575-942-8675

Proposed P&A Wellbore Schematic

Well Name: Peoples 33 State 1
 Location: Lea County, NM
 API #: 30-025-29244
 Elevations: GROUND: 3911'
 Depths (KB): KB: 11,171'
 TD: 11,232'

Date Prepared: 10-Nov-11 D. Gonzales
 Last Updated:
 Spud Date: 5/23/85
 RR Date:
 Spud Date to RR Date:
 Completion Start Date:
 Completion End Date:
 Completion Total Days:
 Co-ordinates:



Current Wellbore Schematic

Well Name: Peoples 33 State 1
 Location: Lea County, NM
 API #: 30-025-29244
 Elevations: GROUND: 3911'
 Depths (KB): KB: 11,171'
 PBTD: 11,171'
 TD: 11,232'

Date Prepared: 8-Sep-11 D. Gonzales
 Last Updated:
 Spud Date: 5/23/85
 RR Date:
 Spud Date to RR Date:
 Completion Start Date:
 Completion End Date:
 Completion Total Days:
 Co-ordinates:

