

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

MAR 20 2012

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.*5. Lease Serial No
NMNM02391

6 If Indian, Allottee or Tribe Name

7 If Unit or CA/Agreement, Name and/or No.
891007465A8 Well Name and No.
MRU 2119 API Well No
30-025-02391-00-S110 Field and Pool, or Exploratory
QUAIL RIDGE11 County or Parish, and State
LEA COUNTY, NM**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1 Type of Well

☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator Contact: TERRY B CALLAHAN
LINN OPERATING INCORPORATED E-Mail: tcallahan@linnenergy.com3a. Address
600 TRAVIS STREET SUITE 5100
HOUSTON, TX 770023b. Phone No (include area code)
Ph: 281-840-4272

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 21 T19S R34E NWNW 660FNL 660FWL

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 recompleat 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 recompleat 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.)

LINN politely requests a 90 day shut in approval for the Mescalero Ridge Unit 211 to evaluate the wellbore for economic utility. This well was inactive upon LINN's acquisition of the well and LINN was given a BLM notice to return the well to active status or plug and abandon the well by 9/30/11 which LINN elected to return the well to production. LINN worked the well over on 8/17/2011 and returned the well to production by acid stimulating the perforations and installed new tubing, rods, and a pumping as well as building an entirely new battery. Currently, LINN is constructing a power line so that the pumping unit can run on electricity without using the generator that is on location.

The initial plan for this well was to pump the existing Bone Spring perforations; however, during the initial testing of this well the water rate increased from 10 BWPD to over 300 BWPD which has made this well highly uneconomical. The well produced 22 BOPD and 10 MCFD initially and then the

Submit 3160-5 notice within 5 days of well being placed on production. Well approved to be SZ until 5-1-12. This is the last TA.

After 5-1-12 the well must be online or plans to P & A must be submitted.

14 I hereby certify that the foregoing is true and correct

Electronic Submission #131021 verified by the BLM Well Information System

For LINN OPERATING INCORPORATED, sent to the Hobbs

Committed to AFMSS for processing by KURT SIMMONS on 02/17/2012 (12KMS0466SE)

Name (Printed/Typed) TERRY B CALLAHAN

Title REGULATORY SPECIALIST III

Signature (Electronic Submission)

Date 02/15/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title LPET

Date 3/8/12

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.

Office CEO

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.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

MAR 21 2012

Additional data for EC transaction #131021 that would not fit on the form

32. Additional remarks, continued

water breakthrough hit and caused the oil rate to fall to zero. LINN proposes to test the well to find the source of water and then determine if the water can be shut off economically. LINN is also evaluating the potential for additional Bone Spring pay intervals, but the payadd is contingent upon LINN identifying the source of water and shutting the water off. LINN will file the appropriate NOI's to address the future of this well. The decision points are to squeeze off the water source, add pay, or abandon the wellbore. LINN will file the appropriate notifications to the BLM once the testing is complete and the future of the wellbore is determined.