<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

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

State of New Mexico **Energy Minerals and Natural Resources**

Received 1/27/2016 NMOCD Artesia Form C-141 Revised October 10, 2003

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC

Oil Conservation Division 1220 South St. Francis Dr.

Santa Fe, NM 87505 **Release Notification and Corrective Action**

OPERATOR Initial Report Final Report													
Name of Co	mpany: Li	Contact: Brian Wall											
Address: 213		Telephone No.: 575-738-1739											
Facility Nan	ne: Skelly	Facility Type: Oil Producer											
Surface Own	ner: Federa	API No.: 30-015-29238											
				LOCAT	ION	OF REL	EASE						
Unit Letter	Section	Township	Range	Feet from the		South Line	Feet from the	East/West Line		County			
J	23	17S	31E	1333		South	2596]	East	Eddy		у	
Latitude: 32.8165271878224 Longitude: -103.840217557158													
NATURE OF RELEASE													
Type of Release: Produced Water / Oil							Volume of Release: 1 bbl / 3 bbls Volume Recovered: 0 / 0						
Source of Release: 1" valve pressure gauge							Date and Hour of Occurrence: Date and Hour of Discovery: 06/24/2014 2:00pm						
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required						If YES, To Whom? Jennifer Van Curen -BLM							
By Whom? Brian Wall						Date and Hour 06/25/14 0700							
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.							
☐ Yes ⊠ No													
If a Watercourse was Impacted, Describe Fully.*:													
Describe Cause of Problem and Remedial Action Taken.*: Drove up to Skelly unit #255 at 2:00pm and found oil and water on the ground around the pumping unit. I ran to the panel box and shut the well off because the fluid was coming out of the 1 inch vavle pressure gauge. The gauge gave out and the fluid was coming out of the top of the gauge. I shut the 1 inch valve and called Double R Trucking to pick up the fluid off the ground. I got a spare 600psi gauge from my truck and replaced the gauge to fix the problem. The vac truck picked up 4 barrels of fluid off the ground.													
Describe Area Affected and Cleanup Action Taken.*: The impacted area was about 100 feet long by about 10 wide. The fluid ran west of the well to the end of the pad. Removed fluids from the ground.													
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.													
Signature: Bf U							OIL CONSERVATION DIVISION						
- ///							Approved by District Supervisor: Accepted for Record 2/5/2016						
						Approval Date: Expiration Date:							
E-mail Address: bwall@linnenergy.com Date: 06/25/2014 Phone: 806-367-0645						Conditions of Approval:				Attached			
Date: 06/25/2	014	Remediation per OCD Rules and Guidelines											

NO LATER THAN 3/5/2016