Received 7/27/2015 NMOCD Dist. 2

District I
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

Revised October 10, 2003

Form C-141

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC

Santa 1 C, 1414 07303												
Release Notification and Corrective Action												
						OPERATOR			Initial Report		\boxtimes	Final Report
Name of Co	mpany: Li	inn Operating	Contact: E.L. Gonzales									
		nder Hobbs,	Telephone No.: 575-738-1739									
Facility Name: Turner B # 60 aka Turner B South Battery Facility Type: Injection												
Surface Owner: Federal Mineral Owner						Federal			o.: 300150	3001505447		
LOCATION OF RELEASE												
Unit Letter	Section	Township	Range	Feet from the	Nort	/South Line Feet from the Ea		East/W	East/West Line County			
K	29	17S	31E	1980		South	1980	West			Eddy	
Latitude: 32.8037530192612 Longitude: -103.893970977208												
NATURE OF RELEASE												
Type of Release: Oil / Produced Water Volume of Release: 60 h									Volume I	Recovered:	25 bbl	s / 15 bbls

bbls Source of Release: Steel pipeline Date and Hour of Occurrence: Date and Hour of Discovery: 10/15/2012 8:30am 10/15/2012 8am Was Immediate Notice Given? If YES, To Whom? Randy Dade- NM OCD Terry Gregston-BLM By Whom? Gary Wink Date and Hour 10/15/2012 10am 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.*: 2x6 inch nipple on header in front of 2" transition was under dirt and corroded, causing to blow a hole on nipple. Sucked up all standing water inside dike area, and along road where it ran off dike. Describe Area Affected and Cleanup Action Taken.*: Spill ran north of header and west to dike and washed out dike, ran southwest along lease road and fingered off onto pasture. It ran 180ft onto first trail and 250ft onto second trail into pasture. Average footage was 1,126X12. THIS HAPPEND AT BATTERY NOT WELL HEAD. Further remedial action pending. 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. OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: Printed Name: E.L. Gonzales Title: Production Supervisor Approval Date: 7/27/15 Expiration Date: N/A

Conditions of Approval: N/A FINAL

Date: 07/27/2015

E-mail Address: elgonzales@linnenergy.com

Phone: 505-504-8002

Attached