

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
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised October 10, 2003

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

Release Notification and Corrective Action

NAB1428257945 OPERATOR Initial Report Final Report

| | |
|--|-----------------------------|
| Name of Company: Linn Operating | Contact: Brian Wall |
| Address: 2130 W Bender Hobbs, NM 88240 | Telephone No.: 575-738-1739 |
| Facility Name: Skelly # 273 | Facility Type: Oil Producer |

Surface Owner: Federal Mineral Owner: API No.: 3001529239

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| G | 28 | 17S | 31E | 1387 | North | 2529 | East | Eddy |

Latitude: 32.8090136137923 Longitude: -103.874354466203

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release: Produced Water / Oil | Volume of Release: 1bbl/3bbis | Volume Recovered: 0/0 |
| Source of Release: Stuffing Box | Date and Hour of Occurrence: 09/30/2013 7:00am | Date and Hour of Discovery: 09/30/2013 7:00am |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Burton- BLM | |
| By Whom? Brian Wall | Date and Hour 10/03/2013 6:45am | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

RECEIVED
 MAR 27 2014
 NMOCD ARTESIA

If a Watercourse was Impacted, Describe Fully.*:

Describe Cause of Problem and Remedial Action Taken.*: Drove up to well #273 at around 7:00am and found well leaking from stuffing box. Back pressure valve was plugged with with a piece of packing rubber and caused the well to pressure up and blow packing.

Describe Area Affected and Cleanup Action Taken.* : Called Kenemore for a vaccum truck and a roustabout. Truck picked up about 4 barrels of fluid off of the ground. Roustabout fix the problem. The affected area was about 40 foot east of well head by about 5 foot wide all fluids stayed on well pad.

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: | OIL CONSERVATION DIVISION | |
| Printed Name: Brian Wall | Approved by District Supervisor: | |
| Title: Construction Foreman II | Approval Date: 10/6/14 | Expiration Date: NA |
| E-mail Address: bwall@linenergy.com | Conditions of Approval: NA | Attached <input type="checkbox"/> |
| Date: 10/23/2013 Phone: 806-367-0645 | | |

* Attach Additional Sheets If Necessary

2RP-2539