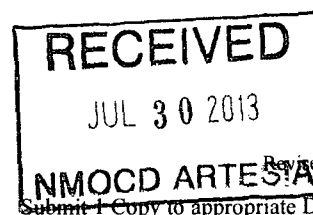


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 August 8, 2011

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

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

| | | |
|--|---|---------------------|
| Name of Company: LINN Energy | Contact: Joe Hernandez | |
| Address: 2130 W Bender Blvd. - Hobbs, NM | Telephone No.: 575-942-8675 | |
| Facility Name: JL Keel B 30 | Facility Type: Gas Central Tank Battery | |
| Surface Owner: BLM | Mineral Owner: BLM | API No.: 3001521460 |

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|--------------|-----------------|--------------|----------------------|-----------------------|-----------------------|---------------------|----------------|
| Unit Letter O | Section 6 | Township 17S | Range 31E | Feet from the 430 | North/South Line S | Feet from the 2250 | East/West Line E | County Eddy |
|------------------|--------------|-----------------|--------------|----------------------|-----------------------|-----------------------|---------------------|----------------|

Latitude: 32.85744 Longitude: -103.90592

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Produced Water | Volume of Release: 72 | Volume Recovered: 10 |
| Source of Release: Pipeline | Date and Hour of Occurrence: 10/21/2011 - 0500 | Date and Hour of Discovery: 10/21/2011 - 0530 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bratcher - OCD, Terry Gregston - BLM | |
| By Whom? Joe Hernandez | Date and Hour: 10/21/2011 | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

If a Watercourse was Impacted, Describe Fully.*:

Describe Cause of Problem and Remedial Action Taken.*:

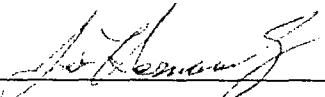

Injection plant lost pressure on line and shut down. Alarm system called and went out to plant. Arrived and shut in line and started looking for leak. Leak was located at a field valve and was on main trunk line. All wells on line were shut in and vacuum truck was called to pick up spill.

Describe Area Affected and Cleanup Action Taken.* : impacted area was approx. 8400sqft of road and pasture.

Impacted soils above regulatory threshold levels were manually and mechanically excavated from the spill area. In the bottom of the excavation a calcium amendment (gypsum) was added where the excavation had 2 points of elevated chloride levels ranging from 2760 mg/kg to 3000 mg/kg to ensure that any residual chlorides will not migrate and cause any adverse impact to the reclamation of the site.

Impacted soils were transported off-site for disposal at Lea Land Landfill. Once the impacted soils were removed to acceptable levels, the pasture and the road areas were backfilled with like materials and smoothed to grade. The pasture area was seeded with a BLM #2 & #4 mix. Water bars were installed to prevent wind and water erosion.

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: Jose Hernandez | Approved by District Supervisor:  | |
| Title: Foreman | Approval Date: 10/6/11 | Expiration Date: NA |
| E-mail Address: jhernandez@linneenergy.com | Conditions of Approval: Final | Attached <input type="checkbox"/> |
| Date: _____ Phone: 575-738-1739 | | |

* Attach Additional Sheets If Necessary

2PP-1022