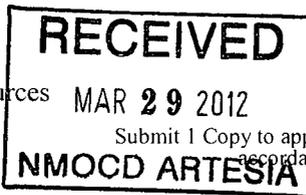


District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

nMLB1210252213 OPERATOR Initial Report Final Report

Name of Company: Linn Operating 269324	Contact: Joe Hernandez
Address: 2130 W. Bender Hobbs, NM 88240	Telephone No.: 575-738-1739
Facility Name: Skelly #502	Facility Type: Oil well
Surface Owner: Federal	Mineral Owner: Federal
API No.: 3001537006	

LOCATION OF RELEASE

Unit Letter D	Section 21	Township 17S	Range 31E	Feet from the 1310	North/South Line North	Feet from the 560	East/West Line West	County Eddy
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Latitude: 32.8237103041974 Longitude: -103.881498862238

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: 30	Volume Recovered: 20
Source of Release: Pipeline	Date and Hour of Occurrence: 3/27/2012 2:30pm	Date and Hour of Discovery: 3/27/2012 3pm
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? M. Bratcher -NM OCD / Terry Gregston -BLM	
By Whom? Joe Hernandez	Date and Hour 3/27/2012 4pm	
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.*: Chevron was digging trench and hit 2" fiberglass line. Shut in fiberglass line and called roustabout to fix line.		
Describe Area Affected and Cleanup Action Taken.* : 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.

Signature:	OIL CONSERVATION DIVISION	
Printed Name: Joe Hernandez	Signed By	
Title: Production Foreman	Approved by District Supervisor: APR 11 2012	Expiration Date:
E-mail Address: jhernandez@linenergy.com	Approval Date:	Attached <input type="checkbox"/>
Date: 03/29/2012 Phone: 575-942-9492	Conditions of Approval:	

* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 5/11/2012**

2RP-1091

Bratcher, Mike, EMNRD

From: Theresa McCracken [TMcCracken@linnenergy.com]
Sent: Thursday, March 29, 2012 7:30 AM
To: Bratcher, Mike, EMNRD; Terry Gregston (tgregsto@blm.gov)
Cc: Daniel Frick; Ron Ragland
Subject: Linn- Initial C-141 Skelly 502
Attachments: SKelly #502 3-27-12.pdf

Please find attached the initial C-141 for the above referenced location.

Thank you,

Theresa McCracken

LINN Operating
2130 W Bender Blvd
Hobbs, NM 88240
(575) 738-1739
tmccracken@linnenergy.com