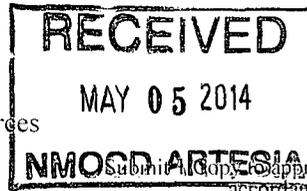


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nHMP 1413233154 OPERATOR Initial Report Final Report

Name of Company: Linn Operating 269324	Contact: Brian Wall
Address: 2130 W Bender Hobbs, NM 88240	Telephone No.: 575-738-1739
Facility Name: Skelly B Battery - (Skelly #274)	Facility Type: Battery

Surface Owner: Federal	Mineral Owner:	API No.: (closest well)3001529210
------------------------	----------------	-----------------------------------

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	1443	North	1462	East	Eddy

Latitude: 32.8088632278138 Longitude: -103.870864775928

NATURE OF RELEASE

Type of Release: Oil	Volume of Release: 40bbbls	Volume Recovered: 25 bbls
Source of Release: Steel Pipeline	Date and Hour of Occurrence: 05/03/2014	Date and Hour of Discovery: 05/03/2014 7:50am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? M. Burton- BLM Mike Bratcher- OCD	
By Whom? Brian Wall	Date and Hour 05/05/2014 0645	
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.*: Drove up to the Skelly B Battery at 7:50am and found oil in the road around the eastside of the battery and the water tank. I drove around the water tank firewall and found the oil coming out of the ground behind the battery outside of the firewall. I heard the circulating pump running so i ran to the pannel box and shut the power off. I closed the circulating line valve on the production tank and closed the valves at the pump also to stop the fluid.

Describe Area Affected and Cleanup Action Taken.* : The affected area was about 80 feet from the leak running west to east and about 240 feet running north to south. The closest well to the leak area is well #274 on the westside of the battery. Called Double R trucking to pick up the oil off the ground to try to save the oil but the truck was sucking up alot of sand and rocks with it. The truck picked up about 25 barrels of oil off the ground. We lost about 40 barrels of oil total. I called Diversified to come out and fix the leak. The cause of the leak was an old 2 inch clamp on an old 2 inch steel line coming from the circulating pump. We bleed out the line with the vacuum truck and we replaced the old line with a temporary poly line.

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: 5/12/14	Expiration Date: NA
E-mail Address: bwall@linenergy.com	Conditions of Approval:	Attached <input type="checkbox"/>

Remediation per OCD Rule & Guidelines, & like approval by BLM. **SUBMIT REMEDIATION PROPOSAL NO LATER THAN:**
6/12/14 2RP-2290

Date: 05/05/2014

Phone: 806-367-0645

* Attach Additional Sheets If Necessary

Bratcher, Mike, EMNRD

From: McCracken, Theresa <TMcCracken@linnenergy.com>
Sent: Monday, May 05, 2014 8:28 AM
To: mburton@blm.gov; Bratcher, Mike, EMNRD
Cc: Callahan, Terry; Moreno, Laura; Butters, Thomas; Gonzales, EL; Hickert, Aaron; Wall, Fred; smcghee@diversifiedfsi.com; mpatterson@diversifiedfsi.com; Natalie Gladden (ngladden@diversifiedfsi.com); rpons@diversifiedfsi.com
Subject: Linn- Skelly B Battery 5-3-14
Attachments: Skelly B Battery 5-3-14.pdf

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

Thank you,



Theresa McCracken

Field Administrator

LINN Energy, LLC

2130 W Bender

Hobbs, NM 88240

T: 575-738-1739 / F: 575-738-1740

tmccracken@linnenergy.com

This electronic message, together with any attachments, contains information from LINN Energy that may be confidential and intended solely for the use of the addressee only. If you are not the intended recipient, please note that any disclosure, dissemination, distribution or copying of this message, or any attachment, is strictly prohibited. Also, please notify the original sender by return e-mail and delete the message, along with any attachments, from your computer. Finally, the recipient should check this email and any attachments for the presence of viruses. The organization accepts no liability for any damage caused by any virus transmitted by this email.