District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Biazos 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 RECEIVED
Form C-141
OCT 14 2011 Revised October 10, 2003
Submit 2 Copies to appropriate
NMOCD ARTESIA III Rule 116 on back side of form

Release Notification and Corrective Action

NMLB1129356355					OPERATOR				🗹 Initia	al Report		Final Report	
Name of Company: LINN Energy 269324					Conta	Contact: Joe Hernandez							
						Telephone No.: 575-942-8675							
Facility Name: JL Keel B #58							Facility Type: Producing Oil Well						
Surface Owner: BLM Mineral Owner: E						BLM				Lease No.: 3001528077			
				LOCAT	ΓΙΟΝ ΟΙ	F REI	LEASE						
Unit Letter			North/South				West Line County						
M	8	17\$	31E	1300	S		1290	W		Eddy		′	
Latitude: 32 50' 43.0" Longitude: -103 53' 47.4													
NATURE OF RELEASE													
Type of Release: Oil & Produced Water						Volume of Release: 15 bbls			Volume Recovered 0				
Source of Release: Stuffing Box Leak						Date and Hour of Occurrence: 10/10/11 - 1400			Date and Hour of Discovery: 10/10/11 - 1430				
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required							If YES, To Whom? T. Gregston BLM, M. Bratcher, NMOCD						
By Whom? Fred Holmes						Date and Hour: 10/14/11 - 1600							
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse.							
If a Watercourse was Impacted, Describe Fully.*:													
Describe Cause of Problem and Remedial Action Taken.*: Stuffing box leaked when tubing over-presured. Shut well in, replaced packing. Describe Area Affected and Cleanup Action Taken.*: Impacted 10' x 15' area around wellbead, stull might rated down slope ~100' long x 1' wide.													
Describe Area Affected and Cleanup Action Taken.*: Impacted 10' x 15' area around wellhead, spill migtrated down slope ~100' long x 1' wide. Assessment and Corrective action plan 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.													
1001 1						OIL CONSERVATION DIVISION							
Signature: As Assumed Signature													
						Approved by Signal Brige / Set /4 Brances							
Title: Foreman						Approval Palar 2 0 2011			Expiration Date.				
E-mail Address: jhernandez@linneenrgy.com						Conditions of Approval:				Attached			
Date:				-738-1739		- ندمنات	n ner OCD Ru	les &	·	<u></u>			
Attach Addi	Attach Additional Sheets If Necessary Remediation per OCD Rules & QRP-930 Quidelines SUBMIT REMEDIATION												

PROPOSAL NOT LATER THAN:

Bratcher, Mike, EMNRD

From: Fred Holmes [fred@etechenv.com]
Sent: Friday, October 14, 2011 4:02 PM

To: 'Gregston, Terry G'; Bratcher, Mike, EMNRD
Cc: 'Daniel Frick'; 'Ron Ragland'; 'Joe Hernandez'
Subject: LINN Energy JL Keel B #58 Initial Notification

Attachments: JL Keel B #58 Initial C141-101411.pdf

Terry & Mike:

Please find attached the initial notification for the above referenced site. Assessment and corrective action plan are pending.

Respectfully:

Fred Holmes

Etech Environmental & Safety Solutions, Inc.

P.O. Box 8469

Midland, Texas 79708-8469 Phone: 432-563-2200 Fax: 432-563-2213 E-mail: <u>fred@etechenv.com</u>

CONFIDENTIAL

This e-mail message, including any attachments, is intended solely for the individual(s) named above. It contains confidential and/or proprietary information. If you are not the intended recipient, please do not read, copy or distribute it or any information it contains. Please immediately notify the sender by return mail and delete it.