

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

Form C-141  
Revised August 8, 2011

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

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: Skelly A Battery / Skelly 128 | Facility Type: Single Tank Battery |

|                        |                        |                     |
|------------------------|------------------------|---------------------|
| Surface Owner: Federal | Mineral Owner: Federal | API No.: 3001522262 |
|------------------------|------------------------|---------------------|

**LOCATION OF RELEASE**

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| A           | 22      | 17S      | 31E   | 450           | North            | 450           | East           | Eddy   |

Latitude: N32.8261140037943 Longitude: W103.850406737217

**NATURE OF RELEASE**

|  |   |   |
|--|---|---|
| Type of Release: Produced Water / Oil  | Volume of Release: 80 / 1                                     | Volume Recovered: 70 / 0.5                      |
| Source of Release: Pipeline  | Date and Hour of Occurrence:<br>3/13/2012 - 1022              | Date and Hour of Discovery:<br>3/13/2012 - 1050 |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?<br>Mike Bratcher - OCD, Terry Gregston - BLM |   |
| By Whom? Joe Hernandez   | Date and Hour: 3/13/2012 - 1400                               |   |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse.                     |   |

If a Watercourse was Impacted, Describe Fully.\*:

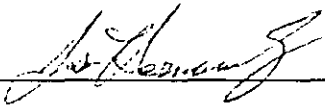

Describe Cause of Problem and Remedial Action Taken.\*: 6 inch line leaking because of tank removal, 6 inch line was removed from tank

Describe Area Affected and Cleanup Action Taken.\* : 2400sqft affected area.

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 6 points of elevated chloride levels ranging from 1150 mg/kg up to 5680 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 area was backfilled with like materials and smoothed to grade, then seeded with a BLM mix #2 & #4. 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:  |  | <b>OIL CONSERVATION DIVISION</b>   |                                   |
| Printed Name: Jose Hernandez   |  | Approved by District Supervisor:  |                                   |
| Title: Foreman   |  | Approval Date: 10/8/15   | Expiration Date: N/A              |
| E-mail Address: jhernandez@linneenergy.com   |  | Conditions of Approval: Final  | Attached <input type="checkbox"/> |
| Date: October 24, 2012 Phone: 575-738-1739   |  |  |                                   |

\* Attach Additional Sheets If Necessary

2RP-1071