State of New Mexico Energy Minerals and Natural Resources

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

RECEIV	ed on	N N
11/20	17 Marsia	Form C-141 Revised April 3, 2017 priate District Office in
Submit 1	Copy to appro accordance	priate District Office in with 19.15.29 NMAC.

Release Notification and Corrective Action				
/	OPERATOR Initial Report Final Report			
Name of Company Linn Operating 2/19324	Contact Dennis Potter			
Address 2130 W. Bender Blvd. Hobbs, NM 88240	Telephone No. cell- 505-206-7673 office- 575-738-1739 ext. 2964			
Facility Name Fren Oil 7	Facility Type injection well			
Surface Owner SLO Mineral Owner	API No. 3001505255			
LOCATION OF RELEASE				
	th/South Line 'FSL Feet from the East/West Line County 2970' FEL EDDY			
27 9155027	Longitude 103.542675 NAD83 E OF RELEASE ー いろ、 9101639			
Type of Release casing valve failure	Volume of Release 10 bbls Volume Recovered 0			
Source of Release casing valve on injection well.	Date and Hour of OccurrenceDate and Hour of Discovery11/17/201712:0011/17/201716:0011/17/2017			
Was Immediate Notice Given?	If YES, To Whom?Shelly Tucker BLM / Crystal Weaver and Mike Bratcher			
By Whom? Dennis Potter	Date and Hour 11/19/2017 13:00			
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse.			
casing to replace casing valve. Backhoe removed all surface contamina	started leaking. Vac. Truck out to recover any standing fluid, pulled vacuum on ated soil.			
Describe Area Affected and Cleanup Action Taken.* had fluid gathered around well head, also run east covering 2' wide at w 11/20/2017 by Mike Burton.	vell, running 100' east narrowing to approx 1' at end. Soil samples were taken on			
regulations all operators are required to report and/or file certain release public health or the environment. The acceptance of a C-141 report by should their operations have failed to adequately investigate and remedi	the best of my knowledge and understand that pursuant to NMOCD rules and e notifications and perform corrective actions for releases which may endanger the NMOCD marked as "Final Report" does not relieve the operator of liability iate contamination that pose a threat to ground water, surface water, human health t does not relieve the operator of responsibility for compliance with any other			
	OIL CONSERVATION DIVISION			
Signature:	C A O I <			
Printed Name: Dennis Potter	Approved by Environmental Specialist			
Title: Production Foreman	Approval Date: 2/26/18 Expiration Date: N/A			
E-mail Address: dpotter@linnenrgy.com	Conditions of Approval:			

* Attach Additional Sheets If Necessary

Operator/Responsible Party,

The OCD has received the form C-141 you provided on **11/20/17** regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 3RD-4H35 has been assigned. Please refer to this case number in all future correspondence.

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

The responsible person shall complete <u>division-approved corrective action</u> for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District II office in Artesia on or before 12/20/17. If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

• Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.

• Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.

• Nominal detection limits for field and laboratory analyses must be provided.

• Composite sampling is not generally allowed.

• Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

•Probable depth to shallowest protectable groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to protectable water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.

• If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.

• Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold OCD Environmental Bureau Chief 1220 South St. Francis Drive Santa Fe, New Mexico 87505 505-476-3465 jim.griswold@state.nm.us

Weaver, Crystal, EMNRD

From:	Potter, Dennis <dpotter@linnenergy.com></dpotter@linnenergy.com>
Sent:	Monday, November 20, 2017 12:43 PM
То:	Tucker, Shelly; Weaver, Crystal, EMNRD
Subject:	FW: C-141, Fren #7 spill report, fren 7 spill 1, fren spill 3, fren spill 4, fren spill 5
Attachments:	C-141.doc; Fren #7 spill report.xlsx; fren 7 spill 1.jpg; fren spill 3.JPG; fren spill 4.JPG; fren spill 5.JPG

I left voice mail to both of you on Sunday 11/19/17 about 1:00 pm. Any questions please feel free to call me.

Thanks Dennis Potter Production Foreman LINN Operating Cell - 505-206-7673 Office - 575 - 738-1739 ext. 2964

-----Original Message-----From: Potter, Dennis Sent: Monday, November 20, 2017 12:36 PM To: Butters, Thomas <TButters@linnenergy.com>; Hickert, Aaron <AHickert@linnenergy.com>; Watson, John <JWatson@linnenergy.com>; Contreras, Enrique <econtreras@linnenergy.com> Cc: King, James <JKing@linnenergy.com>; Salazar, Rogelio <rsalazar@linnenergy.com> Subject: C-141, Fren #7 spill report, fren 7 spill 1, fren spill 3, fren spill 4, fren spill 5

To all,

I will also be sending this to Shelly Tucker / BLM and Crystal Weaver / OCD.

Thanks Dennis

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