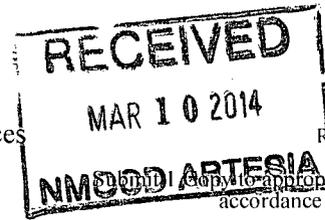


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Copy to appropriate District Office in accordance with 19.15.29 NMAC

Release Notification and Corrective Action

nHMP 14072415-49

OPERATOR Initial Report Final Report

Name of Company: Linn Operating <i>269324</i>	Contact: Brian Wall
Address: 2130 W. Bender Hobbs, NM 88240	Telephone No.: 575-738-1739
Facility Name: Skelly Satellite #3 - Skelly Unit 065	Facility Type: Satellite
Surface Owner: Federal	Mineral Owner:
API No.: 30-015-05342	

LOCATION OF RELEASE

Unit Letter G	Section 21	Township 17S	Range 31E	Feet from the 2080	North/South Line North	Feet from the 1980	East/West Line East	County Eddy
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Latitude: 32.8216044651195 Longitude: -103.872597423405

NATURE OF RELEASE

Type of Release: Oil / Produced Water	Volume of Release: 6 bbls/40bbls	Volume Recovered: 0 / 30bbls
Source of Release: Pump	Date and Hour of Occurrence: 03/09/2014	Date and Hour of Discovery: 03/09/2014 7:40am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Burton - BLM / Mike Bratcher- NM OCD	
By Whom? Brian Wall	Date and Hour 03/10/2014 8:45am	
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.*: on top of transfer pump 1"1/2 x 2" swedge w/ 2" T w/ grove on top flat plug w/ 1/2 x 1/4 bushing, 1/4 " nipple broke off, that show pressure on trunk line, pump is viberating, need line pump and elec. Motor.		
Describe Area Affected and Cleanup Action Taken.* : Spray outside dike to the S 20'x 20' and to the NW 20' x 40' all other fluids stay inside dike. Satellite is sitting on Skelly Unit # 65 injection well pad. Call 2 vacuum truck and call power wash gang to wash sep,header,pumps. Have Diversified delineate site. Send in PLA to OCD and BLM. After approved PLA will remove contaminated soils and haul to approved site.		

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: <i>[Signature]</i>	OIL CONSERVATION DIVISION	
Printed Name: Brian Wall	Approved by District Supervisor: <i>[Signature]</i>	
Title: Construction Foreman II	Approval Date: <i>3-13-14</i>	Expiration Date: <i>NA</i>
E-mail Address: bwall@linenergy.com	Conditions of Approval: remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION	Attached <input type="checkbox"/>
Date: 03/10/2014 Phone: 806-367-0645	PROPOSAL NO LATER THAN: <i>4-13-14</i>	

* Attach Additional Sheets If Necessary

2RP 2210