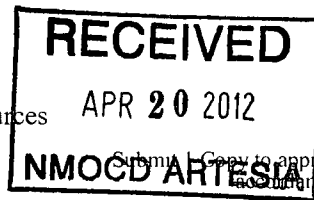


District I
1625 N French Dr, Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St. Francis Dr, Santa Fe, NM 87505

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


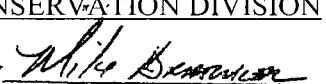
nMLB1212856542		OPERATOR		<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company: Linn Operating		269324	Contact: Joe Hernandez		
Address: 2130 W. Bender Hobbs, NM 88240		Telephone No.: 575-738-1739			
Facility Name: Skelly #26		Facility Type: Injection			
Surface Owner: Federal		Mineral Owner: Federal		API No.: 3001505157	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	15	17S	31E	1880	South	1980	East	Eddy

Latitude: 32.8325111956535 Longitude: -103.855428013811

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: 30	Volume Recovered: 0
Source of Release: Pipeline-steel	Date and Hour of Occurrence: 04/04/2012 9:30am	Date and Hour of Discovery: 04/04/2012 10am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? M. Bratcher-NM OCD Terry Gregston-BLM	
By Whom? Joe Hernandez	Date and Hour 04/04/2012 1pm	4/5 4:39P
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 to location to check wells and found injection line leaking, shut in line		
Describe Area Affected and Cleanup Action Taken.*: Pending remedial action.		
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: Joe Hernandez	Signed By  Approved by District Supervisor:	
Title: Production Foreman	Approval Date: MAY 07 2012	Expiration Date:
E-mail Address: jhernandez@linenergy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 04/20/2012 Phone: 575-942-9492	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 6/7/2012	

* Attach Additional Sheets If Necessary

2RP-1115

Bratcher, Mike, EMNRD

From: Theresa McCracken [TMcCracken@linnenergy.com]
Sent: Friday, April 20, 2012 10:27 AM
To: Bratcher, Mike, EMNRD; Terry Gregston (tgregsto@blm.gov)
Cc: Daniel Frick; Ron Ragland
Subject: Linn- Skelly 26 Initial C141
Attachments: Skelly #26 Initial C141 4-4-12.pdf

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

Thank you,

Theresa McCracken

LINN Operating
2130 W. Bender Blvd
Hobbs, NM 88240
(575)738-1739
tmccracken@linnenergy.com