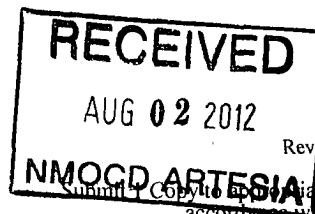


District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S St Francis Dr., Santa Fe, NM 87505

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

nJMW 1222233804 269324

Name of Company: Linn Operating		Contact: Joe Hernandez
Address: 2130 W. Bender Hobbs, NM 88240		Telephone No.: 575-738-1739
Facility Name: Skelly 39		Facility Type: Injection
Surface Owner: Federal	Mineral Owner: Federal	API No.: 3001505361

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	23	17S	31E	660	North	1980	West	Eddy

Latitude: 32.8255469645562 Longitude: -103.842457591033

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: 180bbls	Volume Recovered: 40bbls
Source of Release: Pipeline	Date and Hour of Occurrence: 07/29/2012 1am	Date and Hour of Discovery: 07/29/2012 1:30am
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? Gary Wink	Date and Hour 07/29/2012 12:05pm	
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.*: 2" fiberglass high pressure line blew quarter size hole. ETech will send in remediation proposal.		
Describe Area Affected and Cleanup Action Taken.*: Water spread on Chevron location well # 785 S1. Alliance trucking picked up 40bbls of fluid.		
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC D 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 NMOC D 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, NMOC D 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	Approved by District Supervisor:	
Title: Production Foreman	Approval Date: AUG 09 2012	Expiration Date:
E-mail Address: jhernandez@linenergy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 08/02/2012 Phone: 575-942-9492		

\* Attach Additional Sheets If Necessary

Remediation per OCD Rules &  
Guidelines. **SUBMIT REMEDIATION  
PROPOSAL NOT LATER THAN:**

9/9/12

2RP-1248