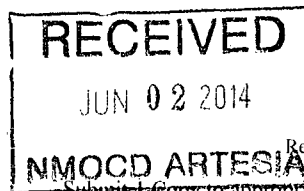


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Submit a Copy to appropriate District Office in
accordance with 19.15.29 NMAC

Release Notification and Corrective Action

nHMP1415734365

OPERATOR

☒ Initial Report ☐ Final Report

| | | |
|---|--------|-----------------------------|
| Name of Company: Linn Operating | 269324 | Contact: Brian Wall |
| Address: 2130 W. Bender Hobbs, NM 88240 | | Telephone No.: 575-738-1739 |
| Facility Name: H E West B #58 | | Facility Type: Oil Producer |

| | | |
|------------------------|----------------|----------------------|
| Surface Owner: Federal | Mineral Owner: | API No.: 30-01527311 |
|------------------------|----------------|----------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|-----------------------|---------------------------|-----------------------|------------------------|----------------|
| Unit Letter C | Section 10 | Township 17S | Range 31E | Feet from the 1305 | North/South Line North | Feet from the 2625 | East/West Line West | County Eddy |
|------------------|---------------|-----------------|--------------|-----------------------|---------------------------|-----------------------|------------------------|----------------|

Latitude: 32.8527476727543 Longitude: -103.857625755191

NATURE OF RELEASE


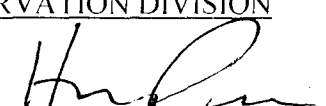
| | | |
|--|--|--|
| Type of Release: Produced Water | Volume of Release: 20 bbls | Volume Recovered: 0 |
| Source of Release: Fiber glass pipeline | Date and Hour of Occurrence: 06/01/2014 | Date and Hour of Discovery: 06/01/2014 0900 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Jennifer Van Curren- BLM Mike Bratcher- NM OCD | |
| By Whom? Brian Wall | Date and Hour 06/02/2014 0815 | |
| 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.*: Release was cause by failure in 2" HP fiberglass line. Split in line appears to be from deterioration of line due to age. Line is located at Sout East corner of location. Line was isolated and is scheduled to be fixed.

Describe Area Affected and Cleanup Action Taken.*: Released fluid in a line area measuring approximatly 15x20 ft, and pooled in an area around line approximatly 20x30 ft. Total fluid release is estimated at 20 BBL. Fluid could not be picked up due to absorbtion. Delineate site and turn in CAP to BLM and OCD. Remove contaminated soils and haul to approved disposal. Return clean soils to void and return to natural terrain.

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: Brian Wall | Approved by District Supervisor:  | |
| Title: Construction Foreman II | Approval Date: 6/6/14 | Expiration Date: NA |
| E-mail Address: bwall@linenergy.com | Conditions of Approval: Remediation per OCD Rule & Guidelines, & like approval by BLM. <u>SUBMIT REMEDIATION</u> | Attached <input type="checkbox"/> |
| Date: 06/02/2014 | Phone: 806-367-0645 | |

* Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:

7/6/14

2RP-2327