

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

NM OIL CONSERVATION

ARTESIA DISTRICT

MAY 28 2015

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

NA B1515229894 OPERATOR ☒ Initial Report ☐ Final Report

Name of Company	Linn Operating Inc.	Contact	E.L. Gonzales
Address	2130 W Bender Blvd Hobbs, NM 88240	Telephone No.	575-738-1739
Facility Name	Skelly A Satellite #3 (closest well Skelly #065)	Facility Type	Satellite (Injection well)
Surface Owner	Federal	Mineral Owner	
		API No.(closest well 30-015-05342)	

LOCATION OF RELEASE

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

Latitude 32.8216044651195 Longitude -103.872597423405

NATURE OF RELEASE

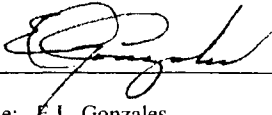

Type of Release	Oil / Produced Water	Volume of Release	2 bbls / 2 bbls	Volume Recovered	1 bbl / 1 bbl
Source of Release	Transfer Pump	Date and Hour of Occurrence	05/16/2015	Date and Hour of Discovery	05/16/2015 7:00am
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
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.* Upon arriving to lease, I made my rounds to Satellite #3, and discovered crude oil and production water coming out from flare stack. After discovering the spill I checked the area and found both transfer pumps were down on power. I tried resetting the pumps manually but was unable to do so successfully. I called D&C Electric to check panel boxes and fuses. They found that CVE had a fuse down on the main line causing power failure. I redirected the fluid to go down bypass and waited for the repairs to be done. The issue was fixed and was able to turn on transfer pumps.

Describe Area Affected and Cleanup Action Taken.* Called vacuum truck and sucked up free standing fluid, and called backhoe to clean up the remaining spill.

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: E.L. Gonzales	Approved by Environmental Specialist 	
Title: Production Supervisor	Approval Date: 6/1/15	Expiration Date: N/A
E-mail Address: elgonzaes@linenergy.com	Conditions of Approval:	
Date: 05/28/2015 Phone: 505-504-8002	mediation per O.C.D. Rules & Guidelines attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

SUBMIT REMEDIATION PROPOSAL NO
LATER THAN: 6/2/15

2RP-3022