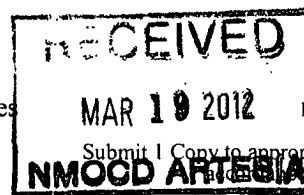


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nMLB/208730557 OPERATOR ☒ Initial Report ☐ Final Report

Name of Company: Linn Operating <i>249324</i>	Contact: Joe Hernandez	
Address: 2130 W. Bender Hobbs, NM 88240	Telephone No.: 575-738-1739	
Facility Name: Skelly A Battery / Skelly 128	Facility Type: Single Tank Battery	
Surface Owner: Federal	Mineral Owner: Federal	API No.: 3001522262

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	22	17S	31E	450	North	450	East	Eddy

Latitude: 32.8261140037943 Longitude: -103.850406737217

NATURE OF RELEASE

Type of Release: Produced Water / Oil	Volume of Release: 80 / 1	Volume Recovered: 70 / 1/2bbl
Source of Release: Pipeline	Date and Hour of Occurrence: 3/13/2012 10:22am	Date and Hour of Discovery: 3/13/2012 10:50am
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 03/13/2012 2pm	<i>3/15/12 4:21P</i>
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.*: Found 6 inch line leaking because of the tank removal and 6inch line was removed from tank.		
Describe Area Affected and Cleanup Action Taken.* : Remedial action pending.		

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC 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 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 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: Joe Hernandez	Signed By: <i>[Signature]</i> Approved by District Supervisor:	
Title: Production Foreman	Approval Date: MAR 27 2012	Expiration Date:
E-mail Address: jhernandez@linenergy.com	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: <i>4/27/2012</i>	Attached <input type="checkbox"/>
Date: 3/19/2012 Phone: 575-942-9492		

* Attach Additional Sheets If Necessary

2RP-1071