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 JAN 08 2013

RECEIVED

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr

Submit 1 Copy to appropriate District Office in NMOCD ARTESTA pidance with 19.15.29 NMAC

Santa Fe, NM 87505

Release Notification and Corrective Action **OPERATOR** Initial Report Final Report 269324 Contact: Jose Hernandez Name of Company: Linn Operating Address: 2130 W. Bender Hobbs, NM 88240 Telephone No.: 575-738-1739 Facility Name: Skelly 402 Facility Type: Oil Producer Surface Owner: Federal Mineral Owner: Federal API No.: 3001529860 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County Е 28 17S 31E 2625 North 230 Eddy West Latitude: 32.8056025220413 Longitude: -103.882515126919 NATURE OF RELEASE Type of Release: Oil / Produced water Volume of Release: 4 bbls / 2 Volume Recovered: 0 / 0 bbls Source of Release: 3" Polyline Date and Hour of Occurrence: Date and Hour of Discovery: 12/21/2012 3pm 12/21/2012 3:30pm Was Immediate Notice Given? If YES, To Whom? M. Bratcher - NM OCD Terry Gregston- BLM By Whom? Gary Wink Date and Hour 01/04/2013 9:15am Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes 🛛 No If a Watercourse was Impacted, Describe Fully.\*: Describe Cause of Problem and Remedial Action Taken \*: Both of leaks were caused by scale in 3" poly line Describe Area Affected and Cleanup Action Taken.\*: 1st spill, about 2ft wide by 30ft long on the edge of well pad oil and water were soaked up by sand 2nd spill about 200 yards east from first spill was about 3ft wide by about 6ft long soaked up in sand of a right away that was made by bird elect. 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. OIL CONSERVATION DIVISION Signature: Printed Name: Joe Hernandez Title: Production Foreman Expiration Date: Approval Date: E-mail Address: jhernandez@linnenergy.com Conditions of Approval: Attached Date: 01/08/2013 Phone: 575-942-9492 Remediation per OCD Rules & Attach Additional Sheets If Necessary **Guidelines. SUBMIT REMEDIATION** PROPOSAL NOT LATER THAN:

ebruary 17,