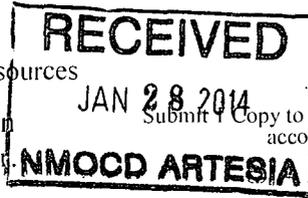


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 14036 52094

OPERATOR Initial Report Final Report

| | |
|---|-----------------------------|
| Name of Company: Linn Operating <i>269324</i> | Contact: Brian Wall |
| Address: 2130 W. Bender Hobbs, NM 88240 | Telephone No.: 575-738-1739 |
| Facility Name: Turner B #7 | Facility Type: Injection |

| | | |
|------------------------|----------------|---------------------|
| Surface Owner: Federal | Mineral Owner: | API No.: 3001505185 |
|------------------------|----------------|---------------------|

LOCATION OF RELEASE

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

Latitude: 32.8291123655792 Longitude: -103.889826027795

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Produced Water | Volume of Release: 18 bbls | Volume Recovered: 15 bbls |
| Source of Release: 2" Fiberglass line | Date and Hour of Occurrence: 01/27/2014 | Date and Hour of Discovery: 01/27/2014 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Burton-BLM Mike Bratcher- NM OCD | |
| By Whom? Brian Wall | Date and Hour 01/28/2014 0730 | |
| 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.*: On Monday 1/27/14 Isidro Montez was making his morning rounds and I got a call that Diversified had hit a 2" Fiberglass injection line. Then I closed lateral valve that feeds that line to stop line from leaking. The line had been marked with yellow pin flags. It is the opinion of the operator that he didn't see the line. All liquid and contaminated soil was contained within the area were the clean up was taking place. A vacuum truck sucked up all residual liquid which were hauled off apprx 15bbls.

Describe Area Affected and Cleanup Action Taken.* : Affected area is apprx 20'X20'. The spill was a fault of the contactor digging nearby. One call was turned in and Linn clearly marked site. Contractor is responsible for cleanup and cost.

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: <i>Brian Wall</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Brian Wall | Approved by District Supervisor: <i>Heather</i> | |
| Title: Construction Foreman II | Approval Date: <i>2-5-14</i> | Expiration Date: |
| E-mail Address: bwall@linnenergy.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 01/28/2013 Phone: 806-367-0645 | | |

* Attach Additional Sheets If Necessary

Remediation per OCD Rule & Guidelines. **SUBMIT REMEDIATION PROPOSAL NO LATER THAN:**

3-5-14

2RP-2176