Received 1/19/2016 NMOCD Artesia

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

State of New Mexico Energy Minerals and Natural Resources

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** Initial Report Final Report PPC OPERATING COMPANY LLC JANA SPRABERRY Name of Company Contact Address 1500 INDUSTRIAL BLVD, STE 304; ABILENE TX 79602 Telephone No. 325-267-6046 Facility Name RUSTLER BLUFF #001 Facility Type TANK BATTERY Mineral Owner STATE OF NEW MEXICO Surface Owner STATE OF NEW MEXICO API No. 30-015-34839 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County 06 **25S** 29E 1980 SOUTH 1680 **EAST EDDY** Latitude Longitude NATURE OF RELEASE OIL & PRODUCED WATER Volume of Release 256 OIL/193 WTR NONE Type of Release Volume Recovered Date and Hour of Discovery 9/23/14 - NOO Date and Hour of Occurrence Source of Release Was Immediate Notice Given? If YES, To Whom? Yes No Not Required TOMAS OBERDING (HOBBS); MIKE BRATCHER (ARTESIA) By Whom? JANA SPRABERRY Date and Hour 9/24/14; 8:00 AM Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes No 256 OIL / 193 WATER If a Watercourse was Impacted, Describe Fully.* SWIFT WATER FLOODING OCCURRED ALONG PECOS RIVER WASHING AWAY ONE 500 BBLS TANK BATTERY CONTAINING 256 BBLS OIL. Describe Cause of Problem and Remedial Action Taken.* SWIFT WATER FLOODING OF PECOS RIVER WASHED AWAY AN OIL TANK AT THE BATTERY; NM OCD WAS NOTIFIED. THE TANK WAS LOCATED BY THE NM OCD DOWNSTREAM OF THE BATTERY ON THE OPPOSITE SIDE OF RIVER. FURTHER ACTION WILL BE TAKEN AS SOON AREA DRIES OUT. Describe Area Affected and Cleanup Action Taken.* THE TANK WAS RECOVERED BY THE RANCHER WHEN CONDITIONS WERE DRY ENOUGH. WE CONTRACTED GREG SWINDLE WITH DBI ENVIRONMENTAL TO SAMPLE AND TEST THE BATTERY PAD WHERE THE TANK WAS WASHED AWAY FROM AND THE SITE WHERE THE TANK WAS FOUND AFTER THE FLOOD. THE LAB RESULTS INDICATE THERE ARE NO CONTAMINENTS PRESENT. A COPY OF THE LAB ANALYSES ARE ATTACHED. Thereby 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: Approved by Environmental Specialist: JANA SPRABERRY Printed Name OFFICE ADMINISTRATOR 1/20/2016 N/A Title: Approval Date: Expiration Date: E-mail Address: JSPRABERRY@PLANTATIONPETRO.COM Conditions of Approval: N/A

Phone: 325-267-6046

Date: 01-11-2016

Attached

FINAL