Received 6/22/2012 NMOCD Dist 2

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

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

| Release Notification and Corrective Action | | | | | | | | | | |
|---|---------------|-----------------|--------------|-------------------|---------------------------------|--|----------------------------------|-----------------------|---|--|
| nMLB1211546451 OPERATOR | | | | | ☐ Initial Report ☐ Final Report | | | | | |
| Name of Company: Chesapeake Operating, Inc. | | | | | | Contact: Bradley Blevins | | | | |
| Address: 1616 West Bender, Hobbs, NM 88240 | | | | | | Telephone No.: (575) 391-1462. ext. 86424 | | | | |
| Facility Na | ame: Brī | ushy 12 Fe | deral 1 | | Facility Type: Tank Battery | | | | | |
| Surface Owner: Mineral Own | | | | | ner: | <u></u> | API No.: | 3001525416 | | |
| LOCATION OF RELEASE | | | | | | | | | | |
| Unit Letter N | Section 12 | Township 26S | Range 29E | Feet from the 560 | | orth/South Line South | Feet from the 1980 | East/West Lin West | e County Eddy | |
| Latitude: N32° 03' 04.77" Longitude: W103° 56' 18.66" NATURE OF RELEASE | | | | | | | | | | |
| Type of Release: Oil | | | | | | Volume of Release: 35-bbls Date and Hour of Occurrence: | | | Volume Recovered: 5-bbls Date and Hour of Discovery: | |
| Source of Release: Hot Oil Unit | | | | | | 3/27/12 | ir of Occurrence. | | 3/27/12 @ 16:00 hrs | |
| Was Immediate Notice Given? | | | | | | If YES, To Whom? | | | | |
| ✓ Yes ☐ No ☐ Not Required | | | | | | | | | | |
| By Whom? Bradley Blevins Was a Watercourse Reached? | | | | | | Date and Hour: 3/27/12 @1600 hrs. If YES, Volume Impacting the Watercourse: | | | | |
| Was a Watercourse Reacheu? ☐ Yes ⊠ No | | | | | | Not Applicable | | | | |
| If a Watercourse was Impacted, Describe Fully.* Not Applicable | | | | | | | | | | |
| Depth to Groundwater: ~ 125 feet | | | | | | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* A hot oil unit caught fire releasing 35 bbls of oil with 5 bbls recovered. An | | | | | | | | | | |
| Emergency Response Team arrived at the release area and began continuous abatement of the impacted area. Describe Area Affected and Cleanup Action Taken.* Approximately 23,940 square feet of area was affected by the release of ± 35-bbls of oil. | | | | | | | | | | |
| ± 5-bbls of oil were recovered from the site. Standing liquid was scraped up, blended and stock piled on location. Impacted material was placed on | | | | | | | | | | |
| the contaminated caliche to prevent additional contamination of the area. Contaminated soil was hauled to a state approved disposal facility and site | | | | | | | | | | |
| back filled with clean soil. | | | | | | | | | | |
| 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: Deadley Blo. | | | | | | | | | , | |
| Printed Name: Bradley Blevins | | | | | | Approved by District Supervisor: MBratcher | | | | |
| | | | | | | Approval Date | :3/24/16 | Expiration I | Date: N/A | |
| | | | | | | | | 1 | | |
| E-mail Address: bradley.blevins@chk.com | | | | | | - | Conditions of Approval: Attached | | | |
| Phone: (575) 391-1462, #86424 | | | | | | FINAL | | | | |