State of New Mexico Energy Minerals and Natural Resources

Received 2/5/2016 NMOCD Artesia

Form C-141 Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

API No. 30-015-38668

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action

| | OPERATOR | Initial Report | Final Report |
|--------------------------------------------------------|----------------------------------|----------------|--------------|
| Name of Company: BOPCO, L.P. | Contact: Bradley Blevins | | |
| Address: 522 W. Mermod, Suite 704 Carlsbad, N.M. 88220 | Telephone No. 575-887-7329 | | |
| Facility Name: PLU 347 | Facility Type: Exploration and I | Production | |

Surface Owner: Federal

LOCATION OF RELEASE

Mineral Owner: Federal

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| C | 11 | 25S | 30E | 540 | | 1440 | | Eddy |

Latitude: 32.15100 Longitude: 103.85560

NATURE OF RELEASE

| Type of Release: Crude oil and Produced Water | Volume of Release: 65 barrels crude oil and 12 barrels PW | Volume Re and 2 barre | covered: 5 barrels crude oil | | | | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------|---------------------------------------|-------------------------------|--|--|--|--|
| Source of Release: 2 inch hammer union on wellhead | Date and Hour of Occurrence: | | our of Discovery: | | | | |
| | 9-20-14 time unknown | | | | | | |
| Was Immediate Notice Given? | If YES, To Whom? First reported to | EHS at 11:5 | 56am as 5 barrels crude oil | | | | |
| 🗌 Yes 🖾 No 🗌 Not Required | floating on rain water on location. Could not access until 8:00am on 9-22-14 | | | | | | |
| | due to heavy flooding rains. Reported correction and release amounts to | | | | | | |
| | Heather in person 8:00am on 9-22-1 | 14 Tony S. | | | | | |
| | | | | | | | |
| By Whom? Tony Savoie | Date and Hour | | | | | | |
| Was a Watercourse Reached? | If YES, Volume Impacting the Wat | ercourse. | | | | | |
| 🗌 Yes 🖾 No | | | | | | | |
| If a Watercourse was Impacted, Describe Fully.* | I | | | | | | |
| n a watereourse was impacted, Desenoe runy. | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* | | | | | | | |
| A hammer union leaked on wellhead, connection was re tightened. | | | | | | | |
| , | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Describe Area Affected and Cleanup Action Taken.* | | n daen in de State (de State a de St | | | | | |
| The release impacted approximately 27,200 sq feet of the caliche pad and | lease road, 53,700 sq feet of pasture a | rea that was t | flooded with a combination of | | | | |
| rain water and crude oil. The entire impacted area was sampled on 9-24-1 | | | | | | | |
| The chloride impacted area on pad was excavated and hauled to a state app | proved facility. A 20 mil liner was pla | ace in the floo | or of the excavation and | | | | |
| backfilled with clean topsoil and caliche. | | | | | | | |
| | | | | | | | |
| I hereby certify that the information given above is true and complete to the | | | | | | | |
| regulations all operators are required to report and/or file certain release ne | | | | | | | |
| 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 de | pes not relieve the operator of respons | sibility for con | mpliance with any other | | | | |
| federal, state, or local laws and/or regulations. | - | | | | | | |
| | OIL CONSERV | ATION I | DIVISION | | | | |
| 2 | | | | | | | |
| Signature: Thally Ban | | | | | | | |
| | Approved by Environmental Specialis | st: | | | | | |
| Printed Name: Bradley Blevins | | | | | | | |
| | | | | | | | |
| Title: Assistant Remediation Foreman | Approval Date: 2/16/2016 | Expiration D | ate: IN/A | | | | |
| | | | | | | | |
| E-mail Address: bblevins@basspet.com | Conditions of Approval: | | Attached | | | | |
| Date: 2 - 5 - 2016 Phone: 432-214-3704 | FINA | AL . | _ | | | | |

2RP-2527