<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II
1000 Rio Brazos Road, Aztec, NM 87410
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 DEC 5 2007

OCD-ARTE District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action											
30 -015-04943						OPERATOR					
Name of Company CBS Operating Corp.						Contact M, A. Sirgo, III					
Address P O Box 2236 Midland TX 79702						Telephone No. 432/685-0878					
Facility NameNorth Square Lake Unit 123						Facility Type Producer well wellhead					
Surface Owner Bogle LITD Co. Mineral Owner						Lease No. IC-068064					
LOCATION OF RELEASE											
Unit Letter	Section	Township	Range	Feet from the	North	South Line	Feet from the	East/West Line	County		
Е	31	16S	31E	1980	nc	rth	660	west	Eddy		
Latitude Longitude											
NATURE OF RELEASE											
Type of Release Cil						Volume of Release Volume Recovered					
Source of Release Stuffing box leak Was Immediate Notice Given?							Iour of Occurrence	e Date and	Hour of Dis	covery	
Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required If YES, To Whom?											
By Whom?						Date and Hour					
Was a Watercourse Reached? ☐ Yes 🛛 No						If YES, Vo	olume Impacting (the Watercourse.			
If a Watercourse was Impacted, Describe Fully.*										· ·	
NA.											
1,403											
Describe Cause of Problem and Remedial Action Taken.*											
Ieaking stuffing box. Repair stuffing box.											
Describe Area Affected and Cleanup Action Taken.*											
	Remove oil and contaminated soil.										
Take to disposal. Replace affected area with clean dirt.											
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 la	ws and/or reg	ulations.				OIL CON	CEDVATION	DIVICIO	33.T	
I have the						OIL CONSERVATION DIVISION					
Signature: M. A. Suyo						Tour Dung					
Printed Name: M. A. Sirgo, III							District Supervis	sor: / Opera	70		
Title: Engineer						Approval Date 7 2007 Expiration Date:					
E-mail Address mastres@aol.com						Conditions o	f Approval:			. *	
Date:Dece				2/685-0878					Attached		

Date: December 5, 2007

^{*} Attach Additional Sheets If Necessary

Guye, Gerry, EMNRD

From: Guye, Gerry, EMNRD

Sent: Friday, December 07, 2007 8:52 AM

To: 'mastres@aol.com'

Subject: Release on North Square Lake Unit #123

This office is in receipt of your C-141 on the oil, at this facility.

The quantities indicated by the inspection appear to be more than 5 bbls had been allowed to release, which was not indicated on your C-141, this requires notification to the Division, and Remediation. In addition to hauling and disposal of the contaminated soil a complete delineation of the area, with samples, must be accomplished.

NMOCD Rule 19.15.3.116 states in part ..."The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

Information and tools for proper corrective action may be found in the Environmental Handbook on our web site www.emnrd.state.nm.us/ocd under the heading publications.

Remediation requirements may be subject to other federal, state and local laws or regulations.

Within 30 days, on or before January 7, 2008, completion of a remediation work plan should be finalized and submitted to the Division, summarizing all actions taken or to be taken to mitigate environmental damage related to the leak, spill or release, for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further service or if you have any questions please feel free to contact me.

Sincerely,

Gerry Guye

Compliance Officer NMOCD - Artesia Office (505)748-1283x105 Mobile (505)626-0843

E-Mail: gerry.guye@state.nm.us