

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

DEC 5 2007 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form  
OCD-ARTESIA

Release Notification and Corrective Action

30-015-04984

OPERATOR

☒ Initial Report ☒ Final Report

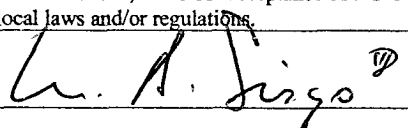

|  |                                       |                     |
|--|---------------------------------------|---------------------|
| Name of Company CBS Operating Corp.      | Contact M. A. Sirgo, III              |                     |
| Address P O Box 2236 Midland TX 79702    | Telephone No. 432/685-0878            |                     |
| Facility Name North Square Lake Unit 135 | Facility Type Producer well: wellhead |                     |
| Surface Owner EB & CE Holeman            | Mineral Owner                         | Lease No. LC-063368 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| B           | 33      | 16S      | 31E   | 1270          | north            | 1650          | east           | Eddy   |

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

NATURE OF RELEASE

|  |   |                                   |
|--|---|-----------------------------------|
| Type of Release Oil  | Volume of Release   | Volume Recovered                  |
| Source of Release Stuffing box leak  | Date and Hour of Occurrence   | Date and Hour of Discovery        |
| Was Immediate Notice Given?<br><input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required   | If YES, To Whom?  |                                   |
| By Whom?   | Date and Hour   |                                   |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse.   |                                   |
| If a Watercourse was Impacted, Describe Fully.*<br><br>NA  |   |                                   |
| Describe Cause of Problem and Remedial Action Taken.*<br><br>Leaking stuffing box,<br>Repair stuffing box.   |   |                                   |
| Describe Area Affected and Cleanup Action Taken.*<br><br>Remove oil and contaminated soil.<br>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 laws and/or regulations. |   |                                   |
| Signature:    | OIL CONSERVATION DIVISION   |                                   |
| Printed Name: M. A. Sirgo, III   | Approved by District Supervisor:  |                                   |
| Title: Engineer  | Approval Date: DEC 7 2007   | Expiration Date:                  |
| E-mail Address: mastres@aol.com  | Conditions of Approval:   | Attached <input type="checkbox"/> |
| Date: December 5, 2007   | Phone: 432/685-0878   |                                   |

\* Attach Additional Sheets If Necessary