

7/25/09 VIA EMAIL
2/6/09

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

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

30-015-25416

Release Notification and Corrective Action

NKMLW 1108947809

OPERATOR

X Initial Report ☐ Final Report

| | |
|-------------------------------------|-----------------------------|
| Name of Company CHESAPEAKE ENERGY | Contact- BRADLEY BLEVINS |
| Address 1616 WEST BENDER, HOBBS NM | Telephone No.- 575-441-0341 |
| Facility Name- BRUSHY 12 FEDERAL #1 | Facility Type- PRODUCTION |

| | | |
|---------------|---------------|-----------------------|
| Surface Owner | Mineral Owner | Lease No. NMLC 071066 |
|---------------|---------------|-----------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------------|-----------------|--------------|----------------------|---------------------------|-----------------------|------------------------|----------------|
| Unit Letter | Section 12 | Township 26S | Range 29E | Feet from the 560 | North/South Line SOUTH | Feet from the 1980 | East/West Line WEST | County EDDY |
|-------------|---------------|-----------------|--------------|----------------------|---------------------------|-----------------------|------------------------|----------------|

Latitude 32.051 Longitude -103.938

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release OIL | Volume of Release 20 BARRELS | Volume Recovered- 5 BARRELS |
| Source of Release VALVE ON CIRCULATING LINE | Date and Hour of Occurrence-2-5-09 1:00AM | Date and Hour of Discovery 2-5-09 2:30AM |
| Was Immediate Notice Given? X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? MIKE BRATCHER | |
| By Whom? BRADLEY BLEVINS | Date and Hour 2-5-09 10:00AM | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes X No | If YES, Volume Impacting the Watercourse. | |

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

CATTLE KICKED VALVE OPEN, RELEASING 20 BARRELS OF FLUID TO GROUND SURFACE. FLOW PATH RAN SOUTH OF BATTERY INTO PASTURE AND RAVINE AREA. BACKHOE WAS CALLED TO LOCATION TO CLEAN UP SPILL. OIL ABSORBENT WAS PLACED IN FLOW PATH TILLED AND MICRO BLAZED.

Describe Area Affected and Cleanup Action Taken.*

FLOW PATH RAN SOUTH OF BATTERY INTO PASTURE AND RAVINE AREA. BACKHOE WAS CALLED TO LOCATION TO CLEAN UP SPILL. OIL ABSORBENT WAS PLACED IN FLOW PATH TILLED AND MICRO BLAZED PER OCD AND BLM AGREEMENT. WILL TILL AFFECTED AREA AS NEEDED.

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: <u>Bradley Blevins</u> | | OIL CONSERVATION DIVISION | |
| Printed Name: BRADLEY BLEVINS | | Approved by District Supervisor <u>Mike Bratcher</u> | |
| Title: EH&S FIELD SPECIALIST | | Approval Date: <u>3/30/11</u> | Expiration Date: |
| E-mail Address: bradley.blevins@chk.com | | Conditions of Approval: Attached <input type="checkbox"/> | |
| Date: 2-6-09 | Phone: 575-441-0341 | Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: <u>4/30/11</u> | |

2 RP-671