1(25 N)French Dr., Hobbs, NM 88240 District III 1307 Q. Grand Avenue, Artesia, NM 88210 District III French Dr., Hobbs, NM 88240 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

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MAR **31** 2011

Form C-141 Revised October 10, 2003

NMOCD ARJIMSIA opies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action													
n Kmw 1104555366							OPERATOR X I					Final Report	
Traine of company Bills Estargy							Contact Dennis Potter						
							Telephone No. 575 677 2327 Facility Type Oil Well						
Surface Owner BLM Mineral Owner E							3LM _.			Lease No. NMLC029435B API 30-015-28098			
'				LOCA	ATION	OF REI	LEASE						
Unit Letter	Section	Township	Range	Feet from the		South Line	Feet from the	East/W	est Line	County			
P	6	178	31E						Eddy				
Latitude N32.8595 Longitude W103.9006 (Release Site)													
NATURE OF RELEASE													
Type of Release Produced Water/Hydrocarbons							Volume of Release Unknown			Volume Recovered Unknown			
Source of Release Flow Line							Date and Hour of Occurrence Date a Unknown Feb 11			nd Hour of Discovery			
Was Immediate Notice Given?						If YES, To Whom?							
☐ Yes X No ☐ Not Required							N/A						
By Whom? N/A Was a Watercourse Reached?							Date and Hour N/A						
Was a watercourse Reached? ☐ Yes X No							If YES, Volume Impacting the Watercourse. N/A						
If a Watercou	irse was Im	pacted, Descri	be Fully.*			<u> </u>							
N/A													
Describe Cause of Problem and Remedial Action Taken.* The release appears to be from the well head/stuffing box failure. The released fluid exited the location and entered the pasture on the south side of the location running between two sand dunes for approx 150°. The affected area has visible hydrocarbons staining and is approximately 3° x 150°. The affected area will be delineated and a work plan submitted to NM OCD and BLM for review and approval.													
Describe Area Affected and Cleanup Action Taken.*													
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 logal laws and/or regulations.													
Signature: Den Min J. Potto						OIL CONSERVATION DIVISION							
Printed Name: Dennis Potter						Approved by Distring Proper Bloom 1/4 Examination							
Title: Assistant Production Foreman						Approval Date: 4/5/// Expira				ion Date:			
E-mail Addre	ss: dpotter@	glinnenergy.co	om		c	Conditions of	• •			`ttached	П		
Date: 30Mar			5 206 7673		Remediation per OCD Rules Guidelines. SUBMIT REMEDIATI				nacifed				
Attach Addit	ional Shee	ts If Necessa	ıry				L NOT LATER			2	Rf	711	