

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Form C-141
Revised March 17, 1999

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

30-045-22097

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Playa Minerals & Energy, Inc.	Contact Ken Jackson
Address 650 N. Sam Houston Pkwy. E. Suite 500 Houston, Texas 77060	Telephone No. (281) 931-3800
Facility Name Horseshoe Gallup Unit #297	Facility Type Oil Lease
Surface Owner Navajo Nation	Mineral Owner Federal
Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	4	30N	16W	2450'	South	1250'	East	San Juan

NATURE OF RELEASE

Type of Release Oil & Water	Volume of Release 37 BBls (3 bbls oil 34 bbls water)	Volume Recovered 0
Source of Release Flowline rupture due to freezing	Date and Hour of Occurrence 02/26/02 Early morning	Date and Hour of Discovery 02/26/02 12:00 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Bruce Martin	
By Whom? Bruce Martin	Date and Hour 02/26/02	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse N/A	
If a Watercourse was Impacted, Describe Fully.* N/A		
Describe Cause of Problem and Remedial Action Taken * Flowline froze due to low temperatures causing line to break Line clamped and area of contamination will be excavated.		
Describe Area Affected and Cleanup Action Taken.* The Area affected covers 250' X 1' X 11/2' and into a ditch covering an area 75' X 8' X 3". The affected area will be cleaned up by removing the affected soil to a staging area and then the soil will be transported an approved land farm.		

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 <i>Kenneth W. Jackson</i>	OIL CONSERVATION DIVISION	
Printed Name: Kenneth W. Jackson	Approved by <i>Denny Fent</i> District Supervisor. <i>for Frank Chavez</i>	
Title: Regulatory Compliance	Approval Date: 03/07/02	Expiration Date:
Date: 03/01/02 Phone: (281) 931-3800	Conditions of Approval: <i>Need to have</i>	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

*reporting instruction school
for field hands, proceed with
clean up, must complete within
thirty days.*

ADGF 0206655094