

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

X Initial Report ☐ Final Report

Name of Company: Parko, Inc	Contact: Dr. Floyd Parker
Address: P.O. 1655, Los Lunas, NM 87031	Telephone No. 505-259-1787
Facility Name: Chapman No. 001	Facility Type: Production

Surface Owner: BLM	Mineral Owner: BLM	API No. 30-043-05185
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LOCATION OF RELEASE

Unit Letter N	Section 20	Township 23W	Range 6W	Feet from the 660	North/South Line South	Feet from the 1980	East/West Line West	County Sandoval
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Latitude _____ Longitude _____

RCVD OCT 17 '13
OIL CONS. DIV.
DIST. 3

NATURE OF RELEASE

Type of Release: Hydrocarbons and frac fluids	Volume of Release: Approx. 200 bbls	Volume Recovered Approx. 75 bbls
Source of Release: Wellhead, separator, and production tank.	Date and Hour of Occurrence 9/30/2013 6:00 A.M. and 2 nd release between 6 PM and 6 AM on 10/1/2013	Date and Hour of Discovery 9/30/2013 at 6AM and 10/1/2013 at 6 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jonathan Kelly NMOCD & Mark Kelly BLM	
By Whom? Johnnie Aragon, Parko and Frank McDonald	Date and Hour 9/30/2013 8 AM to NMOCD and BLM at 10 AM	
Was a Watercourse Reached? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse. Approximately 20 bbls	

If a Watercourse was Impacted, Describe Fully.*

Two plumes left location. The North plume impacted a small water course at the end of the plume for approximately 165 feet. The south plume exited the southwest side of location and entered a small water course traveling approximately 650 feet.

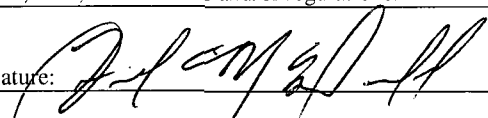
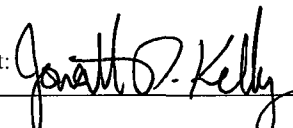
Describe Cause of Problem and Remedial Action Taken.*

Two releases occurred back to back. The first release was due to the high pressure relief valve located on the separator on the morning of 9/30/2013. The second release occurred between 6 PM on 9/30/2013 and 6 AM on 10/1/2013. The second release overfilled the production tank and failure of the stuffing box attached to the wellhead. Wellhead pressure during the morning of 10/01/2013 was 2200 psi.. A flow back line and tank have been attached to the wellhead and pressures are being monitored

Describe Area Affected and Cleanup Action Taken.*

The area affected was the well pad, the access road, and a small water courses southwest of the well pad. Mechanized equipment as well as laborers with shovels are to excavate impacted areas. Soil sampling of the impacted areas after excavation, will be witnessed by a representative of NMOCD.

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: Frank McDonald	Approved by Environmental Specialist: 	
Title: Environmental Specialist	Approval Date: 10/17/2013	Expiration Date:
E-mail Address: fmcd_best@hotmail.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date:	Phone: 505-486-0058	

* Attach Additional Sheets If Necessary

NJK 1329041044