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

State of New Mexico **Energy Minerals and Natural Resources**

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit 2 Copies to appropriate

District Office in accordance with Rule 116 on back side of form

Form C-141

Revised October 10, 2003

1220 S. St. Francis Dr., Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** ☐ Initial Report Final Report Name of Company Encana Oil and Gas (USA) Inc. Contact Briana Gerou Address 370 17th Street Denver, CO 80202 Telephone No. 720-876-5830 Facility Name Lybrook M27-2306-04H Facility Type Exploratory oil well Surface Owner BLM Mineral Owner BLM Lease No. NMNM112953 LOCATION OF RELEASE Unit Letter Feet from the North/South Line Feet from the Section Township Range East/West Line County 6W 23N South West Sandoval **Latitude** 36.19160 N **Longitude** 107.46386 W NATURE OF RELEASE Type of Release Diesel fuel Volume of Release 15 gallons Volume Recovered 15 gallons Date and Hour of Occurrence Source of Release Fuel nozzle while fueling generator sets Date and Hour of Discovery 11/4/2013 08:00am 11/4/2013 08:05am If YES, To Whom? Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required By Whom? N/A Date and Hour N/A RCVD NOV 14'13 If YES, Volume Impacting the Watercourse. III_CONS. DIV. Was a Watercourse Reached? Marie Etalo 2002 Andrew - □ Yes ⊠ No. If a Watercourse was Impacted, Describe Fully.* ร ที่โดยอาสารณ์ () เคย แกกตด**ท**ั้งบอ**ดน** ขณ N/A ANG George Describe Cause of Problem and Remedial Action Taken.* During drilling operations, a rig hand on Aztec 950 drilling rig was fueling diesel powered generator sets that supply electricity for trailers. Rig hand left fueling area unattended allowing approximately 15 gallons of diesel fuel to overflow fuel tank and be released to pad surface. Situation was promptly identified, fuel dispensing was halted and release was stopped and contained. Following remediation of pad surface, rig hands were reminded of the necessity of remaining present and attentive during fuel dispensing operations. Describe Area Affected and Cleanup Action Taken.* A vacuum truck was dispatched to the spill location to collect any free standing fluids. All impacted soils were collected and properly disposed using hand tools. 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. OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: 195 Title: Environmental Specialist Conditions of Approval: E-mail Address: Briana.gerou@encana.com Attached -----

Phone: 720-876-5830

11/12/2013