

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

HOBBSOCD

APR 14 2015

RECEIVED

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

☒ Initial Report ☒ Final Report

Name of Company <b>Read &amp; Stevens, Inc.</b>	Contact <b>Rory McMinn</b>	
Address <b>POB 1518; Roswell, NM 88202-1518</b>	Telephone No. <b>575/622-3770 X 307</b>	
Facility Name <b>N. Lea 3 Fed Com #1H</b>	Facility Type	
Surface Owner <b>Federal</b>	Mineral Owner <b>Federal</b>	API No. <b>30-025-42080</b>

### LOCATION OF RELEASE

Unit Letter <b>A Surf</b> <b>P Bot. Hole</b>	Section <b>3</b>	Township <b>20S</b>	Range <b>34E</b>	Feet from the <b>200</b> <b>330</b>	North/South Line <b>FNL Surface</b> <b>FSL Bot. Hole</b>	Feet from the <b>350</b> <b>350</b>	East/West Line <b>FEL Surface</b> <b>FEL Bot. Hole</b>	County <b>Lea</b>
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Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

### NATURE OF RELEASE

Type of Release <b>Produced water and crude oil</b>	Volume of Release <b>Unknown</b>	Volume Recovered <b>Unknown</b>
Source of Release <b>Hydraulic Frack of offsetting well-bore</b>	Date and Hour of Occurrence <b>On or before 2-19-15</b>	Date and Hour of Discovery <b>On or before 2-20-15</b>
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>Three Rivers Operating Company, LLC contacted Read &amp; Stevens, Inc. to make R&amp;S aware.</b>	
By Whom? <b>Three Rivers Operating Company, LLC</b>	Date and Hour <b>Unknown</b>	
Was a Watercourse Reached? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\* **During multi-stage hydraulic fracturing operations, wells located 990' to 1,000' to the east were impacted by pressure and frack sand causing oil, produced water and frack sand to pass by the stuffing box rubbers and release upon ground at two vertical well-sites. Over-pressured heater treaters causing frack sand to lodge in heater treater and over-pressured produced water containment tankage on Cental battey causing overflow of produced water onto containment area.**

Describe Area Affected and Cleanup Action Taken.\*



**Three Rivers Operating Company, LLC's:**  
**Eagle 2 State Unit #006 BATTERY API 30-025-40330, Section 2, T20S, R34E, 330 FSL & 1950 FEL-Produced Water Storage Tank over pressured and released into containment area at battery.**

**Eagle 2 State #3 API 30-025-38042, Section 2, T20S, R34E, 1980 FNL & 2130 FWL, State Prop # 35083-released on ground**

**Eagle 2 State #4 30-025-38622, Section 2, T20S, R34E, 660 FNL & 660 FWL, State Prop # 35083-released on ground**

**Contaminated areas cleaned, and reclaimed by Three Rivers Operating Company, LLC**

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: <b>Rory McMinn</b>		Approved by Environmental Specialist: 	
Title: <b>President &amp; Managing Director</b>		Approval Date: <b>05/06/2015</b>	Expiration Date: <b>08/06/2015</b>
E-mail Address: <b>rmcminn@read-stevens.com</b>		Conditions of Approval: <b>Site samples required. Delineate and remediate as per MNOCD guides. Geotag photographs of remediation required.</b>	Attached <input type="checkbox"/> <b>18917</b> <b>1RP-3630</b>
Date: <b>10 April 2015</b>	Phone: <b>575/622-3770 x 307</b>		

\* Attach Additional Sheets If Necessary

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