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

Form C-141 Revised August 8, 2011 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

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

			Rele	ase Notific	ation	and Co	rrective A	ction	l				
						OPERATOR Initia				al Report	Final Report		
Name of Company: LRE Operating						Contact: Eddie Elliot							
Address: P.O. Box 250 Lovington, NM 88260						Telephone No. 432-413-0429 Facility Type: Flowline							
Facility Name: NOWATA AGR State #001													
Surface Owner: State Mineral Owner						: State API No. 30-025-31244							
		OIT	ON OF RELEASE										
Unit Letter P	Section 09	Township 18S	Range 35E	Feet from the 860	North/	VSouth Line S Feet from the East/West 1 E E			West Line	County Lea			
Latitude 32.7573739 Longitude -103.4571457													
NATURE OF RELEASE  Type of Release: Produced Water Volume of Release: 45bbls Volume Recovered: 20bbls													
Type of Release: Produced Water Source of Release: Flowline						Date and Hour of Occurrence:			Date and Hour of Discovery:				
							8/28/2015 8/28/201						
Was Immediate Notice Given?   ☐ Yes ☐ No ☐ Not Required													
By Whom? Eddie Elliot						Date and Hour: 8/28/2015							
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse.							
Describe Cause of Problem and Remedial Action Taken.*  A flowline ruptured causing a release of approximately 45bbls of produced water. A vacuum truck was utilized to recover approximately 20bbls of produced water. The impacted area was scraped to remove the saturated soil from the surface (approximately 72 yards). The impacted soil from the scrape was hauled to an NMOCD approved solid waste disposal facility.													
Describe Area Affected and Cleanup Action Taken.*  The impacted area is in the pasture south of the tank battery. Talon/LPE mobilized personnel to conduct an initial site assessment and to perform soil sampling within the impacted area. A remediation work plan will be generated and submitted to NMOCD for review and approval. Upon approval of the work plan remediation activities will proceed.													
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: Stat Lett At						OIL CONSERVATION DIVISION							
Printed Name: Eddie Elliot						Approved by Environmental Specialist:							
Title: Production Supervisor						Approval Date: 10/07/2015 Expiration Date:				Date: 12/	07/2015		
E-mail Address: eelliott@limerockresources.com						Conditions of Approval: Site samples required. Delineate and			Attached				
						remediate as per MNOCD guides. Geotag 1RP-3901							
Attach Addi	tional She	ets If Necess	ary		T T	photographs of remediation required.							