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 Ne RECEIVED Energy Minerals an

By JKeyes at 2:06 pm, Apr 14, 2016

accordance with 19.15.29 NMAC.

pJXK1610550716

Form C-141 st 8, 2011

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

Release Notification and Corrective Action

	OPERATOR	
Name of Company: RICE Operating Company	Contact: Katie Jones Davis	
Address: 112 West Taylor Hobbs, NM 88240 Telephone No. (575) 393-9174		
Facility Name: Justis K-36 AD Facility Type: Salt Water Gathering System		
Surface Owner: George Willis Mineral Owne	r:	API No. 30-025-24716
LOCATION OF RELEASE		
		st/West Line County Lea
Latitude 32.083221 Longitude 103.120763		
NATURE OF RELEASE		
Type of Release: Produced Water	Volume of Release: 10 bbls	Volume Recovered: 7 bbls
Source of Release: 5" PVC line	Date and Hour of Occurrence 4/4/2016	Date and Hour of Discovery 4/4/2016 11:00 am
Was Immediate Notice Given?	If YES, To Whom?	
∑ Yes	uired Jamie Keyes - NMOCD	
By Whom? Katie Jones Davis	Date and Hour: 4/5/2016 12:30 pm	
Was a Watercourse Reached? ☐ Yes ☒ No	If YES, Volume Impacting the Watercourse.	
If a Watercourse was Impacted, Describe Fully.*		
Describe Cause of Problem and Remedial Action Taken.* 5 in PVC line cracked, releasing 10 barrels of produced water. The line was shut in and isolated. A vacuum truck was called to the site and recovered 7 barrels of produced water. The damaged segment of line was replaced 4/4/2016.		
Describe Area Affected and Cleanup Action Taken.* A total of 552 sq ft of pasture land was affected. Initial assessment began on 4/11/2016, the site will be remediated to NMOCD guidelines.		
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 CONSER	RVATION DIVISION
Signature: Att 912	Approved by Environmental Specialist:	
Printed Name: Katie Jones Davis		
Title: Environmental Manager	Approval Date: 04/14/2016	Expiration Date: 06/14/2016
E-mail Address: kjones@riceswd.com	Conditions of Approval: Discrete site samples only. Delineate	and remediate Attached TRP 4248
Date: 4 / / 4 Phone: (575) 393-9174 per NMOCD guidelines. Attach Additional Sheets If Necessary nJXK1610550608		

Initial Sampling

