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 NECEIVED Energy Minerals and Na By JKeyes at 1:06 pm, Jun 20, 2016

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

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 LEGACY RESERVES OPERATING LP Contact Address PO BOX 10848, MIDLAND, TX 79702 Telephone No. Facility Name Rock Queen Central Tank Battery Facility Type Battery 30-005-00865 Mineral Owner API No. Surface Owner **BLM** LOCATION OF RELEASE Feet from the North/South Line Feet from the East/West Line Unit Letter Section Township Range County B 25 13 S 31 E 660 North 1980 West Chaves Latitude_33.165623 Longitude -103.775399 NATURE OF RELEASE Type of Release Produced Water Volume of Release 700 bbls Volume Recovered 680 bbls Source of Release Overflow tanks Date and Hour of Occurrence Date and Hour of Discovery 6/19/2016 Sometime in the am 6/19/2016 7:00am Was Immediate Notice Given? If YES, To Whom? Yes No Not Required Mark Whitaker By Whom? Daniel Rosa Date and Hour 6/20/2016 7:00 am Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☐ No If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* Power failure at main disconnect, H-Pump did not run. Backup battery failed, causing scada failure. No calls out on AC power fail. Vacuum truck called out to empty dike. Haul off to disposal. Describe Area Affected and Cleanup Action Taken.* Dike around 750 bbl tanks held water. Water was removed from dike and taken to disposal. 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 Environmental Specialist: Printed Name: Daniel Rosa 08/20/2016 06/20/2016

Approval Date:

approval.

Phone: 432/631/0099

Conditions of Approval: Discrete samples only. Delineate and remediate per

NMOCD guidelines. Ensure BLM concurrence/

* Attach Additional Sheets If Necessary

E-mail Address: drosa@legacylp.com

Title: Production Foreman

6/20/2016

Attached 1RP 4314

Expiration Date: