

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

9/2/11 @ 3:31 pm - spoke
Jennifer is w/BLM
+ told her fax was made
no making of hand
Copy is necessary - MAM
Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.
C: To BLM - Carlsbad Field Office

Form C-141
Revised August 8, 2011

Release Notification and Corrective Action

nJMW/1229750016

OPERATOR XX Initial Report Final Report

Name of Company Parallel Petroleum LLC 230387	Contact John Pennell
Address 1004 N. Big Spring, Ste 400, Midland, TX 79701	Telephone No. 432-254-9770
Facility Name Pandora's Box 1921 1-8 Federal	Facility Type Natural Gas Well

Surface Owner	Mineral Owner	API No. 30-015-35166
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LOCATION OF RELEASE

Unit Letter P	Section 8	Township 19	Range 21E	Feet from the 300	North/South Line SOUTH	Feet from the 700	East/West Line EAST	County EDDY
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Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release: Fire * Produced Water *	Volume of Release: 3 bbls water	Volume Recovered: zero
Source of Release: Act of nature/Lightening	Date and Hour of Occurrence 8/7/11 @ UNK	Date and Hour of Discovery 8/4/11 notified about 2pm
Was Immediate Notice Given? Yes XX No Not Required	If YES, To Whom? Notified Legion Brumley / BLM-Carlsbad Field Office on 8/8/11	
By Whom? John Pennell	Date and Hour 8/8/11	
Was a Watercourse Reached? <input type="checkbox"/> Yes XX No	If YES, Volume Impacting the Watercourse.	

RECEIVED
OCT 22 2012
NMOCD ARTESIA

If a Watercourse was Impacted, Describe Fully.*
NA

Describe Cause of Problem and Remedial Action Taken.*
Lightening caused a fire and burned the top of the tank, resulting in a minor spill at the water facility. Called Basic Energy to haul off water from tank & SB to pull chat and haul off tank. All remedial work was complete on 8/8/11.

Describe Area Affected and Cleanup Action Taken.*
Water tank contained 177 bbls per gauges before the fire and 174 bbls after the fire. Lost water from the fire was contained in plastic lined containment and a vac truck was called and sucked up the burn. Basic made two trips, 1st pulled 122 bbls water, 2nd the rest of the water from the tank. The burnt tank was removed and replaced with a frac tank pending arrival of a new tank. The location has been cleaned and disposal of tank and contaminated chat is complete.

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: <i>Mary Ann Martinez</i>	OIL CONSERVATION DIVISION	
Printed Name: Mary Ann Martinez	Approved by Environmental Specialist	Signed By: <i>Mike Brumley</i>
Title: Regulatory Analyst	Approval Date: OCT 23 2012	Expiration Date:
E-mail Address: mmartinez@p111.com	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	Attached <input type="checkbox"/> 2 RP - 1336
Date: 9/2/11	Phone: 432/685-6563	

1 C-141 incl by 11/24/12



PARALLEL PETROLEUM LLC
1004 N. Big Spring Street
Suite 400, Midland TX 79701
P.O. Box 10587, Midland, TX 79702
432.685.6563 phone/fax

October 17, 2012

Energy Minerals and Natural Resources
Oil Conservation Division
811 S. First St.
Artesia, NM 88210

Attn: Mike Bratcher

RE: Pandora's Box 1921 1-8 Federal
API # 30-015-35166
Form C-141

Dear Mr. Bratcher,

Per our telephone conversation on this date, please find the attached Form C-141 for the above referenced lease.

Please feel free to call me at the number listed above or via email @ mmartinez@plll.com should you need further information.

Sincerely,

Mary Ann Martinez
Mary Ann Martinez
Regulatory Analyst

Enclosure

1-5