

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

HOBBS OCD

AUG 23 2012

RECEIVED

COPY TO BLM-CARLSBAD

State of New Mexico  
Energy Minerals and Natural Resources

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

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	Siana Operating LLC	Contact	Matt Doffer
Address	P.O. Box 10303, Midland, TX 79702	Telephone No.	432-687-6600
Facility Name	Curry Federal #2	Facility Type	SWD(Produced Water Disposal) Well
Surface Owner	Federal	Mineral Owner	Federal
		API No.	30-025-24003

### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	22	23-S	34-E	660	South	1830	West	Lea

Latitude 31°17'5.21"N Longitude 103°27'39.82"W

### NATURE OF RELEASE

Type of Release	Produced Water from disposal site	Volume of Release	1400 bbls	Volume Recovered	1100 bbls
Source of Release	Flex hose at well head from triplex pump developed leak sometime during night.	Date and Hour of Occurrence	After 7 pm pumper check, 8/17/12	Date and Hour of Discovery	8/18/12 - 9 A.M.
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?	Date and Hour				
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.\*

DTW = 285'

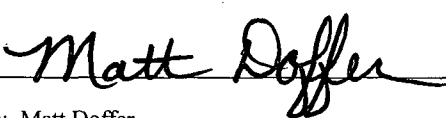
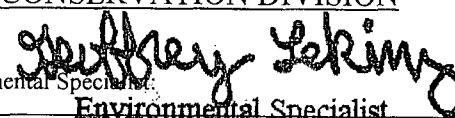
Describe Cause of Problem and Remedial Action Taken.\*

A 4" steel reinforced flex hose on the injection line at the well head just below ground level developed a split. The dike area around the location was breached at the low spots on east side and northeast corner of location. An estimated 1400 bbls of fluid composed of disposal produced water with 1-2 % skim oil was released. The major flow path ran east off location into the closed material pit adjacent and fluid pooled in the north west corner of pit. A smaller flow stream went north downhill some 2000' to the north and merged on to the overhead power line ROW. The injection line was immediately isolated and repairs are being made. Three vacuum trucks were used to remove all pooled standing fluid and recovery was approximately 1100 bbls.

Describe Area Affected and Cleanup Action Taken.\*

An amount of affected soil was scraped up and disposed of to the Sundance approved disposal site. A remediation plan for the affected area will be developed with the BLM input and will be submitted within 15 days and initiated when approved by NMOCD and BLM.

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: Matt Doffer	Approved by Environmental Specialist: 	
Title: Operations Manager	Approval Date: 08/28/12	Expiration Date: 10/29/12
E-mail Address: mdoffer@sianoil.com	Conditions of Approval: SUBMIT FINAL	Attached <input type="checkbox"/>
Date: 8/21/12 Phone: 432.687.6600	C-141 BY 10/29/12	IRP-4-13-2912

\* Attach Additional Sheets If Necessary

APR 29 2013