

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

JAN 02 2014

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company	Rice Operating Company	Contact	Hack Conder
Address	122 W. Taylor St., Hobbs, NM 88240	Telephone No.	(575) 631-6432
Facility Name	BD Jct. N-31-1	Facility Type	Junction Box
Surface Owner	G.P. Sims	Mineral Owner	
		API No.	3002538528

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	31	21S	37E	1018	FSL	2229	FWL	Lea

Latitude 32.431016 Longitude -103.203183

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	60 bbls	Volume Recovered	20 bbls
Source of Release	Junction box	Date and Hour of Occurrence	12/31/13 11:00 am	Date and Hour of Discovery	12/31/13 11:00 am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Geoff Leking - NMOCD		
By Whom?	Hack Conder	Date and Hour	12/31/13 2:20 pm		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

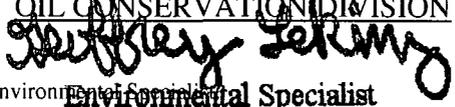
If a Watercourse was Impacted, Describe Fully.*

DTW = 95'

Describe Cause of Problem and Remedial Action Taken.*
The PVC flange in the junction box cracked releasing 60 barrels of produced water. The line was shut in and isolated. A vacuum truck was called to the site and recovered 20 barrels of produced water. The flange will be repaired on 1/2/14.

Describe Area Affected and Cleanup Action Taken.*
A total of 10,995 sq ft of pasture land and lease road was affected. Initial assessment and remediation will begin on 1/2/14 and 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.

Signature:		OIL CONSERVATION DIVISION	
Printed Name:	Hack Conder	 Environmental Specialist	
Title:	Environmental Manager	Approval Date:	01/02/14
		Expiration Date:	03/03/14
E-mail Address:	hconder@riceswd.com	Conditions of Approval:	SUBMIT FINAL C-141 BY 03/03/14
Date:	12/31/2013	Phone:	(575) 631-6432
		Attached	<input type="checkbox"/>
		IRP-01-14-3003	

* Attach Additional Sheets If Necessary

JAN 15 2014