

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

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

NA 142124-0232

OPERATOR		<input type="checkbox"/> Initial Report	<input checked="" type="checkbox"/> Final Report
Name of Company	Capstone Natural Resources LLC <i>289372</i>	Contact	Darren Seglem
Address	2250 E. 73 rd St. Suite 500, Tulsa, OK 74136	Telephone No.	918-236-3800
Facility Name	Lea C Federal #15	Facility Type	Well
Surface Owner	Federal	Mineral Owner	Federal
		API No.	30-015-20706

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	11	17S	31E	1980	North	660	East	Eddy Co.

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Flow Line Leak	Volume of Release < 1 BO	Volume Recovered	Zero
Source of Release	Flow Line	Date and Hour of Occurrence	Date and Hour of Discovery	
		6/20/14 12:00 p.m.	6/20/14 12:00 p.m.	
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?		
		N/A		
By Whom?	N/A	Date and Hour	N/A	
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.		
		N/A		

If a Watercourse was Impacted, Describe Fully.*

N/A

Describe Cause of Problem and Remedial Action Taken.*

Hot oiling flow line. Hot oiler noticed leak and shut down. Less than one barrel of oil spilled.

NM OIL CONSERVATION

ARTESIA DISTRICT

JUL 14 2014

Describe Area Affected and Cleanup Action Taken.*

Soil in affected area removed and replaced with clean soil. Soil was hauled off to Lea Land Facility.

RECEIVED

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>Debbie McKelvey</i>		OIL CONSERVATION DIVISION	
Printed Name: Debbie McKelvey		Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Agent	Approval Date: <i>7/31/14</i>	Expiration Date: <i>N/A</i>	
E-mail Address: debmckelvey@earthlink.net	Conditions of Approval: <i>Final</i>		Attached <input type="checkbox"/>
Date: 7/11/14	Phone: 575-392-3575		

* Attach Additional Sheets If Necessary

C-141 FILED WITH OCD AND BLM

2RP-2408