

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

Form C-141
Revised August 8, 2011

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 Kaiser-Francis Oil Company	Contact Jeremy Parent
Address 6733 South Yale Avenue Tulsa Oklahoma	Telephone No. 580-504-2593
Facility Name Bones Spring Tank Battery (Closest well Bell Lake State #12)	Facility Type Production Facility

Surface Owner State	Mineral Owner Unknown	API No. 30-025-24335
---------------------	-----------------------	----------------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	31	23S	34E	1980	FSL	1980	FEL	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 30bbbls	Volume Recovered 20bbbls
Source of Release Fiberglass Tank	Date and Hour of Occurrence 10/10/2014 Unknown Time	Date and Hour of Discovery 10/10/2014 Unknown Time
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Tomas Oberding	
By Whom? Jeremy Parent	Date and Hour 10/10/2014 11am	
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.*

Describe Cause of Problem and Remedial Action Taken.*

The fiberglass tank at the Bones Spring Tank Battery busted causing fluid to exit the bermed facility out onto the road area. A vacuum truck was dispatched immediately to recover standing fluid. 6" of the road area was removed due to saturation levels.

Describe Area Affected and Cleanup Action Taken.*

The Battery area will be excavated to an approximate depth of 6", the road area will be delineated to find the total impact of the area, a remediation work plan will be submitted to the NMOCD, followed by a closure report after the remediation has taken place. All NMOCD Regulations for Spills and Releases will be followed to closure.

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 of 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: <i>Natalie Gladden</i>	Approved by Environmental Specialist:	
Printed Name: Natalie Gladden	Approval Date: 10-16-14	Expiration Date: 12-16-14
Title: Environmental Director	Conditions of Approval: <i>Return & reimburse area upon NMOCD guide submit final C-141 by 12-16-14</i>	Attached <input type="checkbox"/>
E-mail Address: ngladden@diversifiedfsi.com		1 RP-3385
Date: 10/15/2014 Phone: 575-602-1786		orig'd 12361 N701428 950452 P701428 950885

* Attach Additional Sheets If Necessary

OCT 17 2014