

220420

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

| | |
|--|-----------------------------------|
| Name of Company <u>Arena Resources Inc.</u> | Contact <u>Danny M Palmer</u> |
| Address <u>4212 N Grimes</u> | Telephone No. <u>505-738-1239</u> |
| Facility Name <u>Seven Rivers Queen Unit</u> | Facility Type <u>Oil</u> |
| Surface Owner <u>State</u> | Mineral Owner <u>State</u> |
| Lease No. <u>32447</u> | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|-----------|-----------|-----------|---------------|------------------|---------------|----------------|--------|
| <u>33</u> | <u>34</u> | <u>20</u> | <u>15</u> | <u>36</u> | <u>15</u> | | | |

Seven Rivers Queen Unit Battery Latitude 35° 45' N Longitude 105° 45' W Sign is deficient

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release <u>Produce water</u> | Volume of Release <u>250 Bbl</u> | Volume Recovered <u>225 Bbls</u> |
| Source of Release <u>Injection Pump</u> | Date and Hour of Occurrence <u>12-5</u> | Date and Hour of Discovery <u>12-5 2:00 AM</u> |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? <u>Night</u> | |
| 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.*

Describe Cause of Problem and Remedial Action Taken.* Nipple Below Damper. Leaked. Change out nipple. Puck up Fluid on ground, spread Dist.

Describe Area Affected and Cleanup Action Taken.* Avea ground Injection Tanks and Pump. All Fluid stayed in battery.

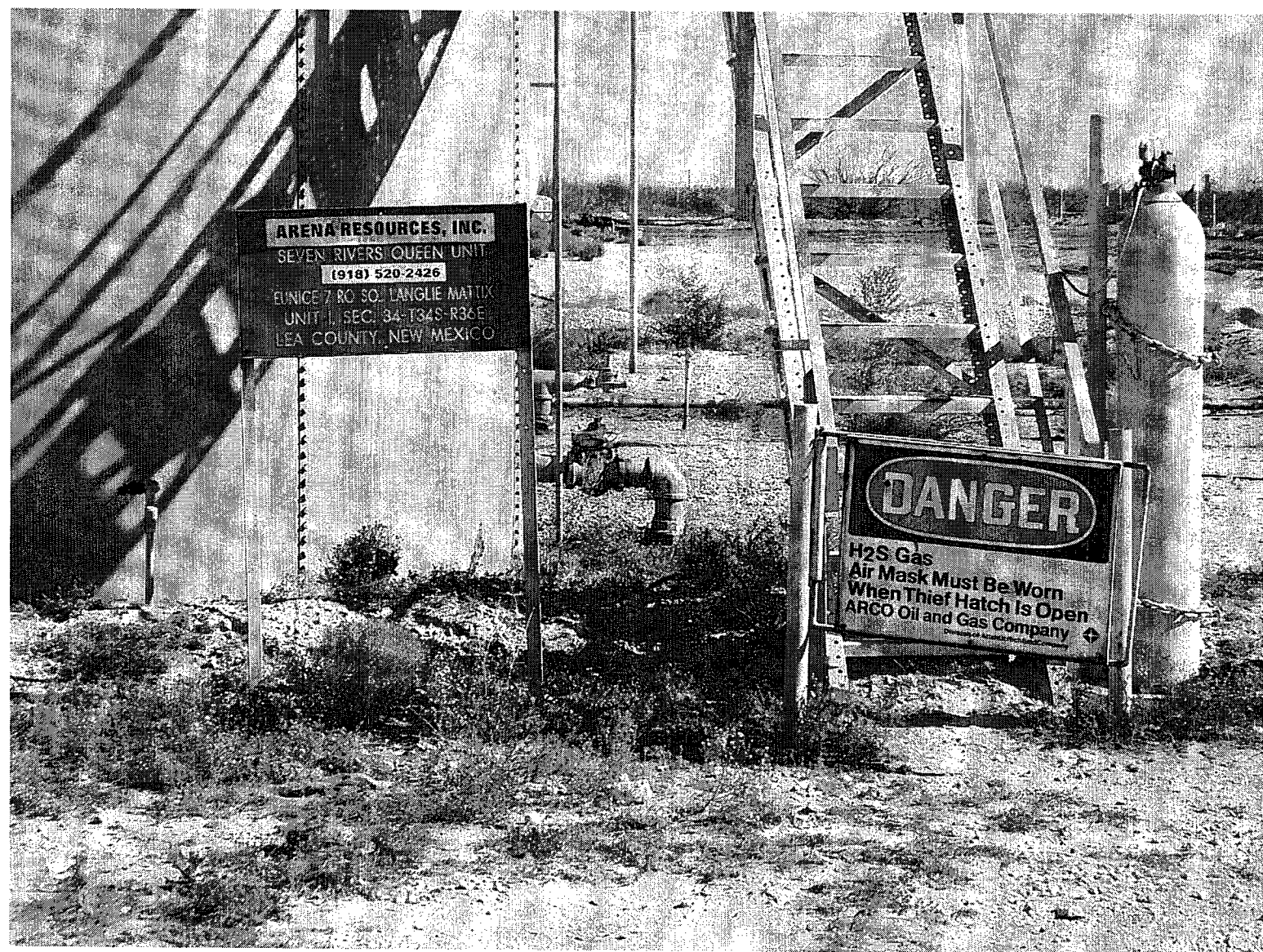
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger 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.

OIL CONSERVATION DIVISION

| | | |
|--|--|------------------|
| Signature: <u>Danny M Palmer</u> | Approved by District Supervisor: <u>Chris Williams</u> | |
| Printed Name: <u>Danny M Palmer</u> | Approval Date: <u>12/27/05</u> | Expiration Date: |
| Title: <u>Production Foreman</u> | Conditions of Approval: <u>Plan must be submitted by 1/15/2006</u> | |
| E-mail Address: | Attached <input type="checkbox"/> | |
| Date: <u>12-20-05</u> Phone: <u>505-631-4113</u> | | |

* Attach Additional Sheets If Necessary

incident - NPAC 0603152173
application - PPAC 0603152396



ARENA RESOURCES, INC.

SEVEN RIVERS QUEEN UNIT

(918) 520-2426

ELNICE 7 RO SO. LANGLE MATIX
UNIT 1, SEC. 34-T34S-R36E
LEA COUNTY, NEW MEXICO

DANGER

H₂S Gas
Air Mask Must Be Worn
When Thief Hatch Is Open
ARCO Oil and Gas Company

Division of Arcamco Production Company