

NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-141

Revised August 8, 2011

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

JUN 08 2016

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

RECEIVED

Release Notification and Corrective Action

NAB/6/6 236118

243978

OPERATOR

Initial Report Final Report

| | |
|-------------------------------------------------------------|------------------------------------|
| Name of Company: Saber Oil & Gas Ventures, LLC | Contact: JD Machacek |
| Address: 400 W. Illinois, STE 950, Midland, TX 79701 | Telephone No.: 432-889-3928 |
| Well Name: Yates Federal # 1 | Type: Oil |

| | | |
|---------------------------|---------------------------|------------------------------|
| Surface Owner: BLM | Mineral Owner: BLM | API No.: 30-015-01035 |
|---------------------------|---------------------------|------------------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|----------|-------------|-------------|---------------|------------------|---------------|----------------|-------------|
| A | 7 | 20-S | 27-E | 330 | N | 990 | E | Eddy |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------|----------------------------------------|
| Type of Release: Leak | Volume of Release: N/A | Volume Recovered: 0 |
| Source of Release: Flowline | Date and Hour of Occurrence: N/A | Date and Hour of Discovery: N/A |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" 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.*

Describe Cause of Problem and Remedial Action Taken.*
Flowline was punctured and then repaired.

Describe Area Affected and Cleanup Action Taken.*
Produced fluids collected off location in a low spot approximately 65' to the SW. Soil had noticeable TPH but no vegetation was affected or inhibited. Tentatively, Saber OGV plans to collect TPH contaminated soil and remediate it with the current Yates Federal Battery Remediation.

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: <i>JD Machacek</i> | Approved by Environmental Specialist Signed By: <i>Mike [unclear]</i> |
| Printed Name: <i>JD Machacek</i> | |
| Title: <i>Engineer</i> | Approval Date: <i>6/10/16</i> Expiration Date: <i>N/A</i> |
| E-mail Address: <i>jd@Saber.ogv</i> | Conditions of Approval: <input type="checkbox"/> Attached |
| Date: <i>6/2/16</i> Phone: <i>432 685 0169</i> | Remediation per O.C.D. Rules & Guidelines |

SUBMIT REMEDIATION PROPOSAL NO
LATER THAN: 7/10/16 *DRP-3729*

* Attach Additional Sheets If Necessary
Confirmation samples required from excavated area

Bratcher, Mike, EMNRD

From: JD M. <jd@saberogv.com>
Sent: Friday, June 03, 2016 8:28 AM
To: Tucker, Shelly; Jones, Kellie, EMNRD; Bratcher, Mike, EMNRD
Subject: Re: Saber OGV - Yates Federal # 1 (C-141)
Attachments: Yates Federal # 1 - C-141 (6.2.16).pdf

Here is the signed version. Sorry about that.

Jd

On Thu, Jun 2, 2016 at 1:49 PM, JD M. <jd@saberogv.com> wrote:

Here is our initial C-141 for this well.

Please let me know if you need anything else.

--

J.D. Machacek

Engineer

Saber Oil & Gas Ventures, LLC

400 W. Illinois, Suite 950

Midland, TX 79701

Office: (432) 685-0169

Cell: (432) 889-3928

--