

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 - Cross Border Resources, Inc.	Contact - Larry Risley	
Address - 22610 US Hwy 281 North, Suite 218, San Antonio, TX 78258	Telephone No. 210-226-6700	
Facility Name Amoco #3 Tank Battery	Facility Type - Tank Battery	
Surface Owner	Mineral Owner - BLM	Lease No. API #3000520634

LOCATION OF RELEASE

Unit Letter	Section 26	Township 7S	Range 31E	Feet from the	North/South Line 660	Feet from the	East/West Line 660	County Chaves
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Latitude N 33.67234 Longitude W-103.75095

NATURE OF RELEASE

Type of Release - Historic release before current operator	Volume of Release - 20bbls	Volume Recovered - NA
Source of Release - Most likely flowline leak and storage tank overflow	Date and Hour of Occurrence	Date and Hour of Discovery NA
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.*

Historic leaks and more recent spill, most likely from tank overflow. **Spill/leaks occurred before current operator (Cross Border Resources), acquired lease.** BLM has required the more recent saturated soils be remediated. Baseline Solutions environmental conducted an initial site assessment on April 13th, 2011. A remediation plan was submitted to BLM Roswell office.

Describe Area Affected and Cleanup Action Taken.*

The historic spill/leaks were contained within the tank battery dike area. A Dig & Haul remediation plan was submitted to BLM for the most recent saturated spill. Sampling investigation will begin within 10 days. Dig and Haul remediation operations are expected to begin within 45 days or less.

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>Andy B. Price</i>	Approval: APPROVED	
Printed Name: Andy Price, REM		
Title: Contract Consultant (Registered Environmental Manager)	Approval Date: <i>7/11/16</i> Expiration Date: <i>9/11/16</i>	
E-mail Address: <i>andyprice@grandecom.net</i>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 5/12/11 Phone: 432-354-6400		<i>128-4326</i>

* Attach Additional Sheets If Necessary