

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	Celero Energy	Contact	Don Hale
Address	400 W. Illinois Midland, Texas 79705	Telephone No.	432-556-9225
Facility Name	Rock Queen Bat. #20	Facility Type	oil

Surface Owner	State of N.M.	Mineral Owner	State of N.M.	Lease No.	302917
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	30	13S	32E	1800	N	2200	E	Chaves

Latitude _____ Longitude _____

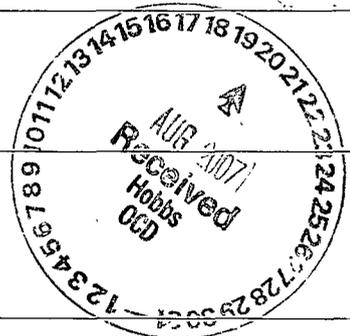
NATURE OF RELEASE

Type of Release	oil	Volume of Release	180 bbls	Volume Recovered	180 bbls
Source of Release	oil tank	Date and Hour of Occurrence	8-12-07 @ 6 am	Date and Hour of Discovery	9 am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Pat Richards			
By Whom?	Don Hale	Date and Hour	8-13-07 @ 8:30 am		
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.*
Oil tank over flowed due to additional production at tank battery. Installed additional tanks. Picked up oil with vacuum truck, dug out oily dirt for disposal.

Describe Area Affected and Cleanup Action Taken.*
30' x 200' inside dike was affected. Oil was picked up with a vacuum truck, oily dirt was dug out for disposal.



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>Don Hale</i>	OIL CONSERVATION DIVISION	
Printed Name: Don Hale	Approved by District Supervisor: ENVIRONMENTAL ENGINEER	
Title: Production Superintendent	Approval Date: 9.11.07	Expiration Date: 10.12.07
E-mail Address:	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 8-17-07 Phone: 432-556-9225	SUBMIT DISPOSAL TICKETS w/CLOSURE REPORT BY	

RP#1549

* Attach Additional Sheets If Necessary