

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	Rice Operating	Contact	Tony Grieco
Address	122 W. Taylor St.	Telephone No.	(505) 393-9174
Facility Name	Justis Teague #2 EOL	Facility Type	Salt Water Gathering System

Surface Owner	State of New Mexico	Mineral Owner		Lease No.	
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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
D	2	24S	37E					Lea

Latitude 32° 15.131 N Longitude 103° 08.429 W

**NATURE OF RELEASE**

Type of Release	Produced water w/ oil	Volume of Release	12 BBLS	Volume Recovered	5 BBLS
Source of Release	Blown Gasket at pig launching flange point	Date and Hour of Occurrence	Unknown	Date and Hour of Discovery	12/ 11/ 06 10: 07 AM
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.\* Blown gasket at pig launching flange point. Gasket was replaced, repair permanent.

Describe Area Affected and Cleanup Action Taken.\*

Area consists of pasture and pipeline right of way. A water truck was called to the location and removed approximately 5 BBLS of standing water. Groundwater is approximately 88 ft. The affected area was initially scraped to a depth of 4 inches (144 yds of material were removed and disposed), and assessment samples taken on the surface, with a hand auger and backhoe. The impacted area was later excavated to 2-3 ft bgs ( an additional 180 yds removed), and the impacted soil was hauled to the Sundance disposal facility. Clean soil (336 yds) was imported to replace the excavated material, and the site was seeded with a blend of native vegetation.

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: 	<b>OIL CONSERVATION DIVISION</b>		
Printed Name: Tony Grieco	Approved by District Supervisor: 		
Title: Environmental Tech	Approval Date: 9/14/07	Expiration Date: 9/14/07	
E-mail Address: tgrieco@riceswd.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date: 7/31/07	Phone: (505) 393-9174		

\* Attach Additional Sheets If Necessary

RP# 1562

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Release Notification and Corrective Action

<b>OPERATOR</b>		<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company	Rice Operating	Contact	Tony Grieco
Address	122 W. Taylor St.	Telephone No.	(505) 631-2532
Facility Name	Justis Teague #2 EOL	Facility Type	Salt Water Gathering System
Surface Owner	State / lease to Bill Grobe	Mineral Owner	AP Lease No.

LOCATION OF RELEASE


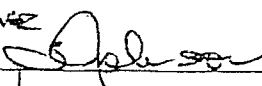
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	2	24S	37E					Lea

Latitude 32° 15.131 N Longitude 103° 08.429 W

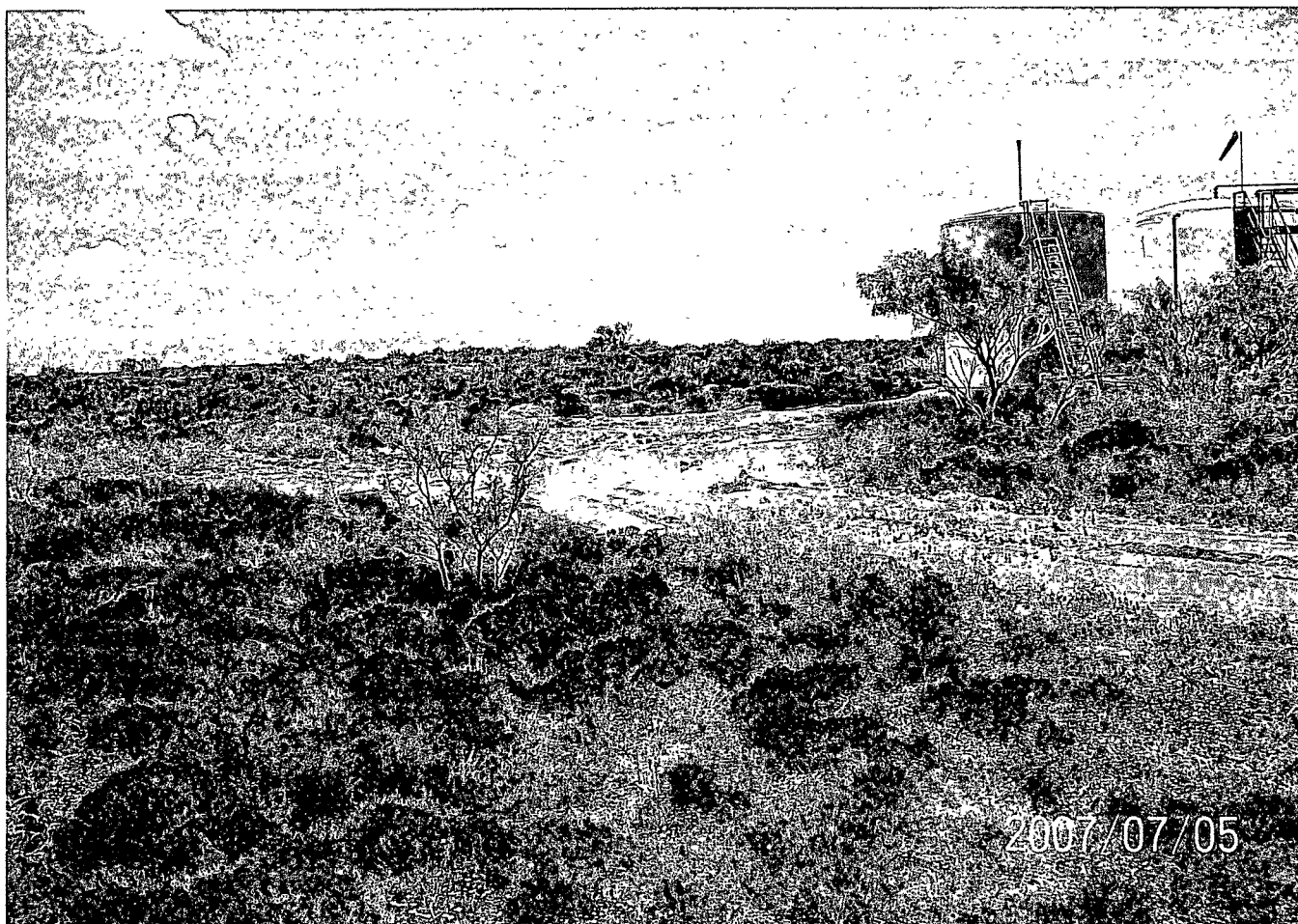
NATURE OF RELEASE

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If a Watercourse was Impacted, Describe Fully.*					
Describe Cause of Problem and Remedial Action Taken.* Blown gasket at pig launching flange point. Gasket was replaced, repair permanent.					
Describe Area Affected and Cleanup Action Taken.* Area consists of pasture and pipeline right of way. A water truck was called to the location and removed approximately 5 BBLS of standing water. Delineation results and work plan to follow. Groundwater is approximately 88 ft.  2667 sq ft -					

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<b>OIL CONSERVATION DIVISION</b>	
Signature: 	Approved by District Supervisor: 
Printed Name: Tony Grieco	Approval Date: 12-15-06
Title: Environmental Tech	Expiration Date: 3-15-06
E-mail Address: tgrieco@riceswd.com	Conditions of Approval:
Date: 11/ 12/ 06	Phone: (505) 631-2532
Attached <input type="checkbox"/>	

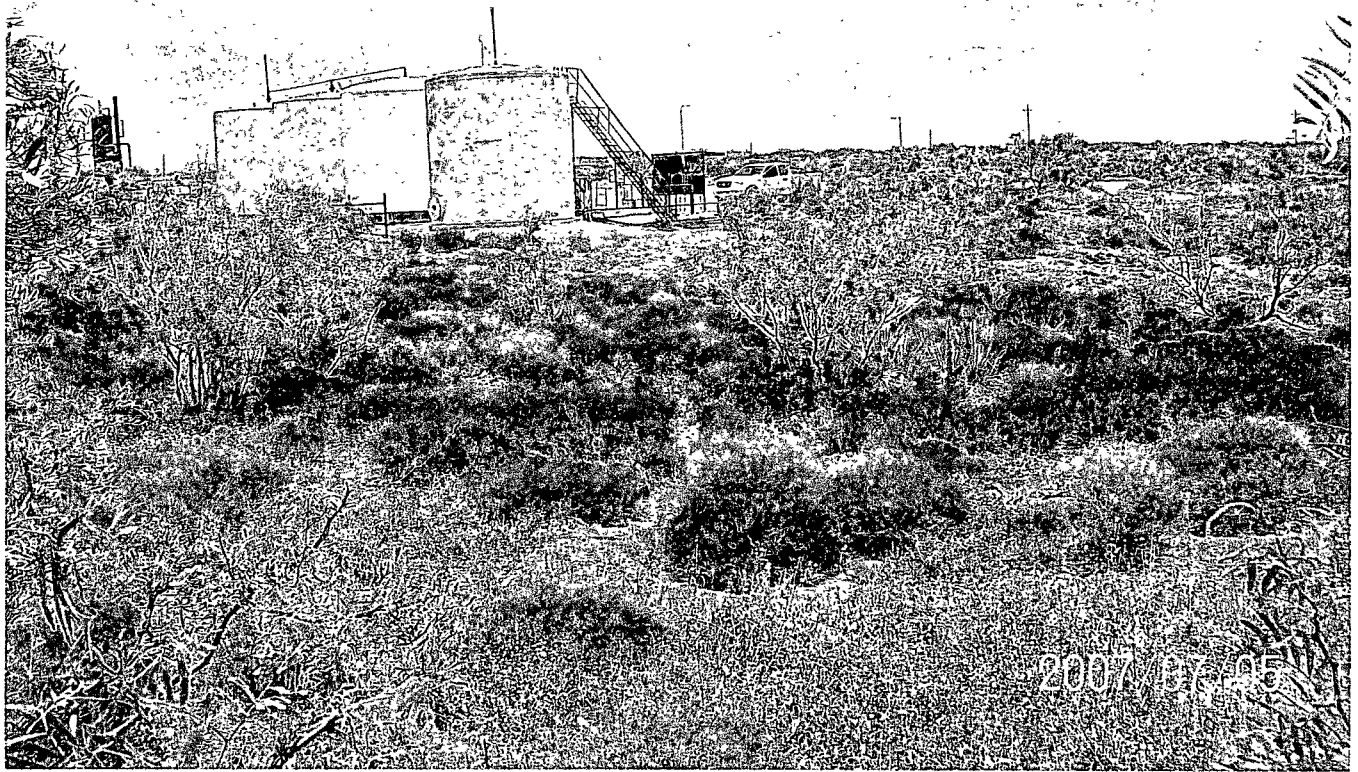
\* Attach Additional Sheets If Necessary



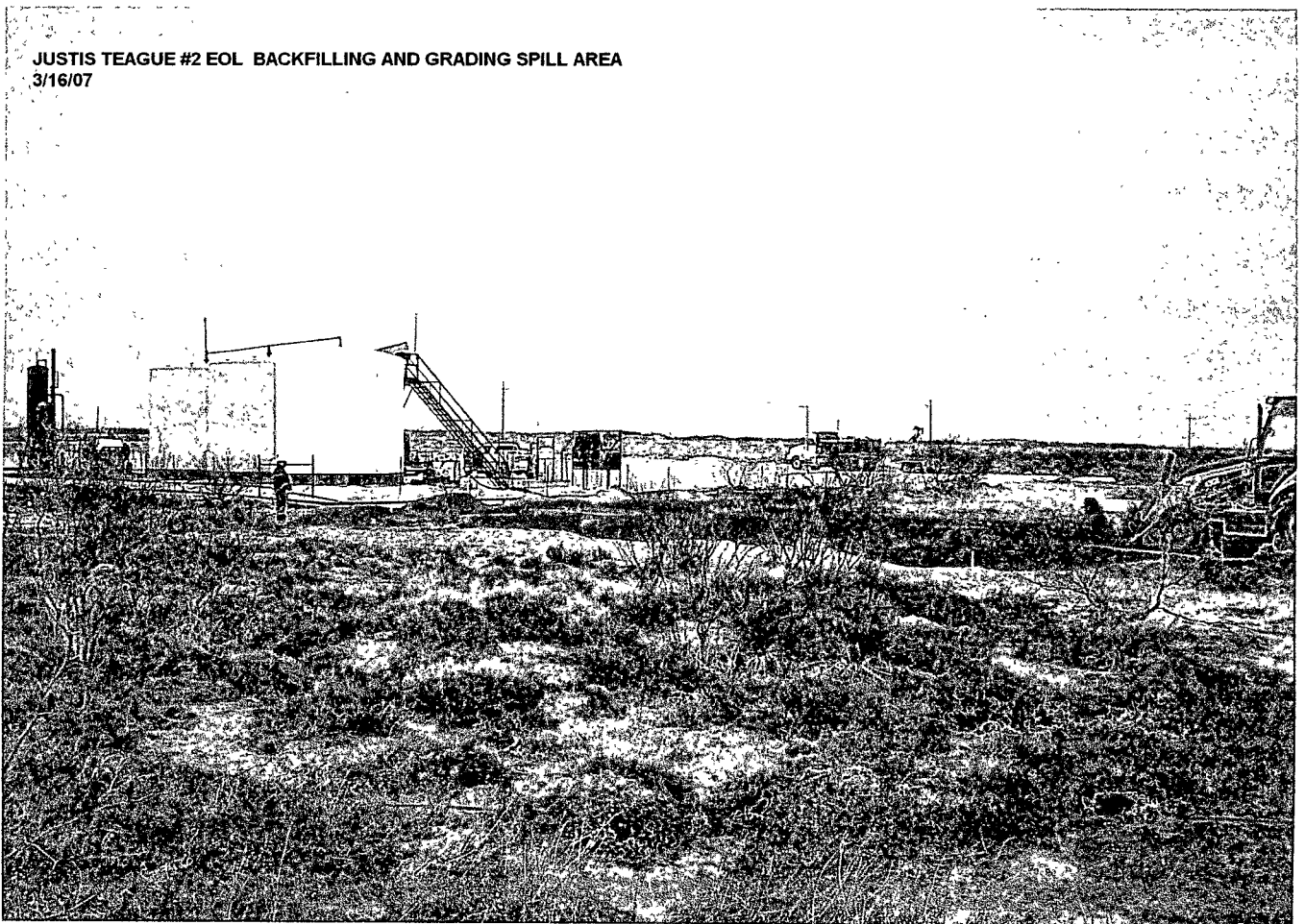
2007/07/05



JUSTIS TEAGUE #2 EOL SEEDING GRADED AREA  
3/19/07

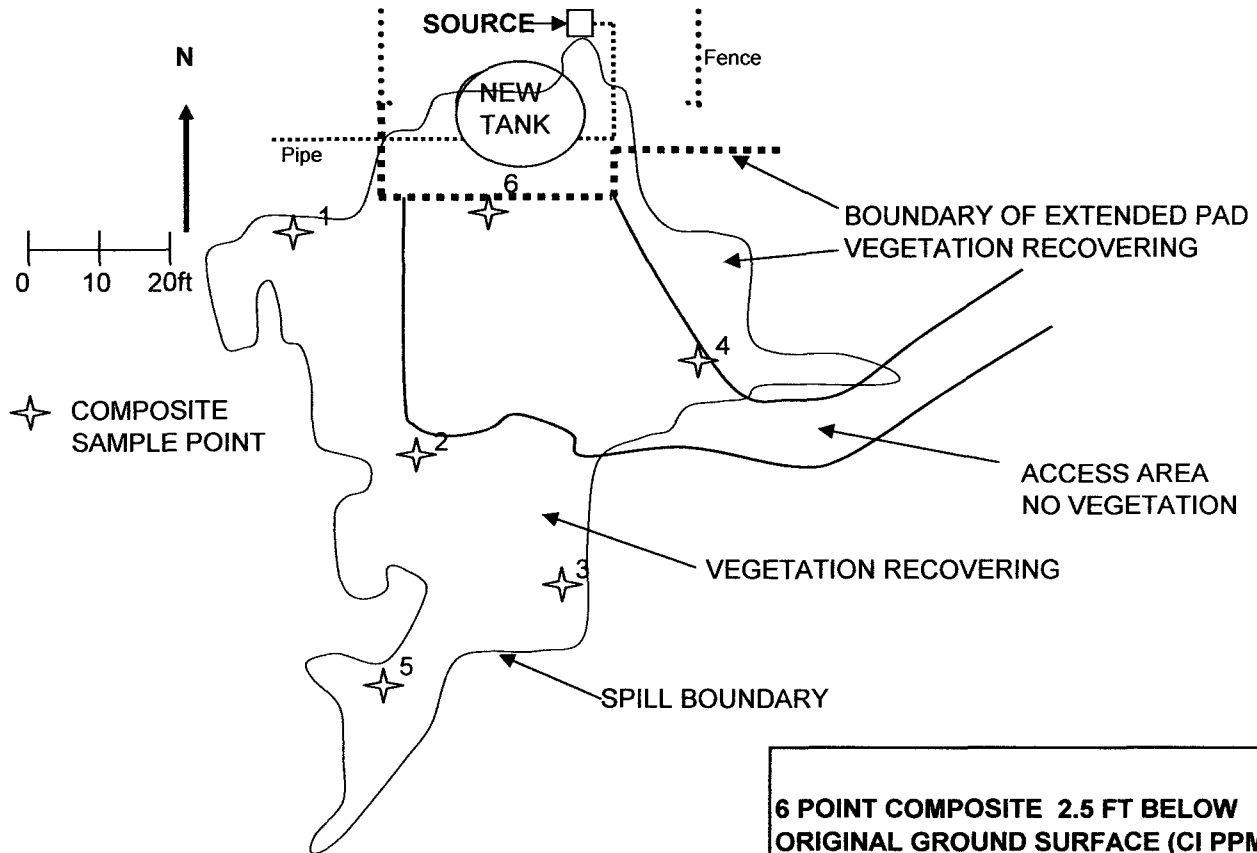


JUSTIS TEAGUE #2 EOL BACKFILLING AND GRADING SPILL AREA  
3/16/07



# Justis Teague #2 EOL Leak

UL D Sec 2 T 24 S R 37 E GW 88ft



BACKGROUND 200ft SOUTH OF SOURCE @ 6 IN 117 PPM



# ARDINAL LABORATORIES

PHONE (915) 673-7001 • 2111 BEECHWOOD • ABILENE, TX 79603

PHONE (505) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR  
RICE OPERATING CO.  
ATTN: HACK CONDER  
122 W. TAYLOR  
HOBBS, NM 88240  
FAX TO: (505) 397-1471

Receiving Date: 07/16/07  
Reporting Date: 07/18/07  
Project Number: NOT GIVEN  
Project Name: JUSTIS TEAGUE #2 EOL  
Project Location: NOT GIVEN

Sampling Date: 07/16/07  
Sample Type: SOIL  
Sample Condition: COOL & INTACT  
Sample Received By: AB  
Analyzed By: BC/HM

LAB NUMBER	SAMPLE ID	GRO (C <sub>6</sub> -C <sub>10</sub> ) (mg/Kg)	DRO (>C <sub>10</sub> -C <sub>28</sub> ) (mg/Kg)	Cl <sup>-</sup> (mg/Kg)
		07/17/07	07/17/07	07/16/07
H12906-1	EXCAVATED 2 1/2 FT COMPOSITE	<10.0	<10.0	208
	Quality Control	748	735	510
	True Value QC	800	800	500
	% Recovery	91.9	93.4	102
	Relative Percent Difference	1.4	2.4	2.0

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; Cl<sup>-</sup>: Std. Methods 4500-Cl<sup>-</sup>B

\*Analysis performed on a 1:4 w:v aqueous extract.

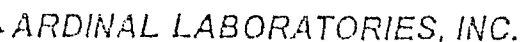
Chemist

Date

H12906 RICE

PLEASE NOTE: Liability and Damages: Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.





CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

Page of

[illegible]

Standard cannot accept verbal changes. Please fax written changes to (325) 673-7020.