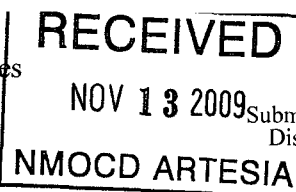


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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	Lime Rock Resources	Contact	Michael Barrett
Address	1111 Bagby Street Suite 4600 <i>Houston, TX 77002</i>	Telephone No.	575-623-8424 505-353-2644
Facility Name	Staley State A #4	Facility Type	Oil Well
Surface Owner	Pulitzer Broadcasting	Mineral Owner	State
		Lease No.	30-015-36252

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	30	17S	28E	990'	FSL	1980'	FWL	Eddy

Latitude 32.8004891718328 Longitude 104.217172694796

**NATURE OF RELEASE**

Type of Release	Crude Oil, Produced Water	Volume of Release	20 Bbbls Oil, 75 Bbbls Water	Volume Recovered	0
Source of Release	Poly Line Burst	Date and Hour of Occurrence	11/7/09 @ 6am	Date and Hour of Discovery	11/7/09 @ 6am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Sherry Bonham		
By Whom?	Michael Barrett	Date and Hour	11/9/09 @ 10am		
Was a Watercourse Reached?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	50 Bbbls of total fluid		
If a Watercourse was Impacted, Describe Fully.* Runoff from leak into low lying area.					
Describe Cause of Problem and Remedial Action Taken.* Frac sand plugged up 3" poly line causing it to burst. Shut in wells, isolated line, cleared plug & repaired.					
Describe Area Affected and Cleanup Action Taken.* Packed caliche & rock. Contaminated soil will be removed and replaced.					
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>Michael Barrett</i>		<b>OIL CONSERVATION DIVISION</b>			
Printed Name: Michael Barrett		Approved by District Supervisor <i>[Signature]</i>			
Title: Production Supervisor		Approval Date: 11-13-09		Expiration Date: 1-13-10	
E-mail Address: mbarrett@limerockresources.com		Conditions of Approval:		Attached <input type="checkbox"/>	
Date: 11/10/09 Phone: 505-353-2644		<i>*SEE ATTACHED*</i>		<i>2 RP-364</i>	

\* Attach Additional Sheets If Necessary

*NSEB0931154361*  
*ISEB0931154641*  
*SEB0931154715*

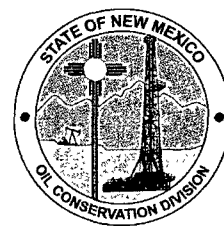


# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



November 13, 2009

Lime Rock Resources  
1111 Bagby Street Suite 4600  
Houston, TX 77002

RE: Staley State 004 30-015-36252  
N-30-17S-28E Eddy County, New Mexico  
2RP-364

Dear Operator:

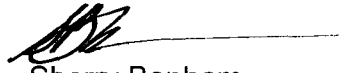
The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an Initial Report C-141 reporting a release of produced fluids that occurred at the above referenced facility. Included on that Initial Report C-141 is a plan to remove contaminated soils.

The plan is accepted with the following stipulations:

- Confirmation samples are to be obtained and submitted to OCD prior to backfilling.
- Notify the OCD 48 hours prior to obtaining samples where analyses are to be submitted to the OCD.
- Remediation requirements may be subject to change as site conditions warrant.
- Remediation to be completed by January 13, 2010.

Please be advised that NMOCD acceptance of this plan 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 this plan does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

Respectfully,



Sherry Bonham  
Environmental Specialist  
NMOCD District II

