

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

30-015-26331

Release Notification and Corrective Action

NMLB0530730363

OPERATOR

Initial Report Final Report

Name of Company: Chesapeake Energy	14779	Contact: Bradley Blevins
Address: 5014 Carlsbad Highway		Telephone No.: (505) 391-1462 ext. 24
Facility Name: RGA #3		Facility Type: Pumping Unit

Surface Owner: Pritchard Trust or Milton Trachta	Mineral Owner: Pritchard Trust or Milton Trachta	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
M	14	23S	28E					Eddy

Latitude: N 32° 18' 0.76" Longitude: W 104° 03' 49.72"

NATURE OF RELEASE

Type of Release: Oil	Volume of Release: Unknown	Volume Recovered: None
Source of Release: Pumpjack	Date and Hour of Occurrence: Unknown	Date and Hour of Discovery:
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? Not Applicable	RECEIVED OCT 21 2005 OGD-NMOC
By Whom? NA	Date and Hour: NA	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse: Not Applicable	
If a Watercourse was Impacted, Describe Fully.* Not Applicable		
Describe Cause of Problem and Remedial Action Taken.* Leak from pumpjack.		
Describe Area Affected and Cleanup Action Taken.* Approximately 300 square feet of surface area was impacted by the release. The site will be delineated and a Remediation/Closure Plan developed and submitted to the NMOC.		

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC 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 NMOC 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, NMOC 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>Bradley Blevins</i>	<u>OIL CONSERVATION DIVISION</u> TIM GUM by MB <i>Mike Bratcher</i>	
Printed Name: Bradley Blevins	Approved by District Supervisor:	
Title: Field Technician	Approval Date: 11/3/05	Expiration Date: N/A
E-mail Address: bblevins@chkenegy.com	Conditions of Approval:	Attached <input checked="" type="checkbox"/>
Date: 10-20-05 Phone: (505) 391-1462 ext. 24		

* Attach Additional Sheets If Necessary



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Chesapeake Energy
5014 Carlsbad Highway
Hobbs, NM 88240

November 3, 2005

Re: RGA 003 M-14-23s-28e API: 30-015-26331

The New Mexico Oil Conservation Division District II Office (NMOCD) is in receipt of an Initial Report C-141 requested after an inspection of the site by an NMOCD field inspector. The inspection identified areas of contamination that will require remediation actions to be performed. The C-141 and related documents were submitted to the NMOCD by your agent, Environmental Plus, Inc. The submittal indicates this well site is in a possible ground water sensitive area.

Please submit a Corrective Action Work Plan to this office for correction/remediation of this release. Please use the "Guidelines For Remediation of Leaks, Spills, and Releases" as your guide.

This document may be found on the NMOCD web site: www.emnrd.state.nm.us/ocd , under Publications/Environmental Handbook/Miscellaneous Guidelines/Spill Prevention Clean up.

The work plan presented to the NMOCD must include general site characteristics, site ranking score, soil remediation action levels, soil remediation methods, and planned analytical testing for TPH, B-TEX , Chlorides or any other CoCs as applicable.

A Final Report Form C-141 is required to be submitted upon satisfactory completion of project, and must include a report of remediation actions taken with final confirmation sample analysis results attached.

Like approval by BLM required if applicable.

Please have the requested work plan in the Artesia office on or before November 30, 2005. The NMOCD District II Office must be notified 24 hours prior to commencement of remediation actions and prior to samples being obtained where analysis of such samples are to be submitted to the NMOCD.

In the event that a satisfactory response is not received to this letter further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of NMOCD rules.

If I can be of assistance in this matter, my contact information is listed below.

Sincerely,

Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 88210
(505) 748-1283 Ext. 108
(505) 626-0857
mbratcher@state.nm.com

NMOCD Incident Number: nMLB0530730363