

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Armstrong Energy Corporation	Contact	Kyle Alpers
Address	PO Box 1973 Roswell, NM 88202	Telephone No.	575-625-2222
Facility Name	Government E #7	Facility Type	Oil Well
Surface Owner	U.S.	Mineral Owner	U.S.
		API No.	30-025-27896

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	25	19S	34E	660	North	1980	West	Lea

Latitude 32.63652 Longitude -103.51534

NATURE OF RELEASE

Type of Release	PRODUCED WATER	Volume of Release	~45 BBLS	Volume Recovered	~20 BBLS
Source of Release	LIGHTNING STRIKE, FG WATER TANK	Date and Hour of Occurrence	10/22/15 HOUR UNKNOWN	Date and Hour of Discovery	10/22/15 ~7:00AM
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Maxey Brown, OCD		
By Whom?	Kyle Alpers, Field Engineer	Date and Hour	10/22/15 12:15PM		
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.*

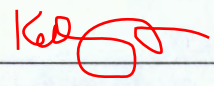
Describe Cause of Problem and Remedial Action Taken.*

LIGHTNING STRUCK FG WATER TANK SOMETIME DURING THE NIGHT, PUMPER FOUND IT FRIDAY MORNING DURING ROUNDS. TANK SPLIT ALONG ENTIRE CIRCUMFERENCE, ALL BUT THE BASE OF THE TANK WAS RELOCATED TO THE OTHER SIDE OF THE LOCATION. LAST GAUGE WAS 40 BBLS THE DAY BEFORE. VAC TRUCK BROUGHT IN AND RECOVERED ROUGHLY 20BBLS OF FLUID. SPILL BREACHED CONTAINMENT IN TWO SPOTS AND SETTLED IN LOW SPOTS JUST OFF LOCATION BETWEEN BATTERY AND HIGHWAY.

Describe Area Affected and Cleanup Action Taken.*

ONE SPOT OF IRREGULAR SHAPE TO THE SOUTH OF THE BATTERY, ESTIMATED AROUND 1000 SQUARE FEET, AND ANOTHER SPOT OF IRREGULAR SHAPE SOUTHEAST OF THE BATTERY, ESTIMATED AROUND 2000 SQUARE FEET. BOTH AREAS HAVE MINIMAL OIL SKIM IN SPOTS AND ARE WATER WET WITH NO STANDING LIQUID AS OF NOON FRIDAY. VAC TRUCK PICKED UP ALL STANDING FLUID INSIDE CONTAINMENT. FLUID THAT ESCAPED CONTAINMENT WAS CONTAINED BY DUNES AND WILL BE DUG OUT AND HAULED TO DISPOSAL.

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:	OIL CONSERVATION DIVISION		
Printed Name: KYLE ALPERS	Approved by Environmental Specialist: 		
Title: FIELD ENGINEER	Approval Date: 10/28/2015	Expiration Date: 12/28/2015	
E-mail Address: kalpers@armstrongenergycorp.com	Conditions of Approval: Site samples required. Delineate and remediate as per MNOC guidelines. Geotag photographs of remediation required.		Attached <input type="checkbox"/> IRP-3943
Date: 10/26/15	Phone: 575-625-2222 ext 305		

* Attach Additional Sheets If Necessary

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pKJ1530137410