

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.

HOBBS OCD  
NOV 18 2015

RECEIVED

### Release Notification and Corrective Action

#### OPERATOR

☒ Initial Report ☐ Final Report

Name of Company: Resolute Natural Resources Co, LLC	Contact: Patrick Flynn
Address: 1700 Lincoln Street Suite 2800, Denver, CO 80203	Telephone No. 303.534.4600 X1145
Facility Name: Priest No. 2&3 Tank Battery	Facility Type: Tank Battery
Surface Owner	Mineral Owner: Resolute Natural Resources Co. API No.: 30-025-05164

#### LOCATION OF RELEASE

Unit Letter	Section 1	Township 15S	Range 37E	Feet from the	North/South Line	Feet from the	East/West Line	County Lea
-------------	--------------	-----------------	--------------	---------------	------------------	---------------	----------------	---------------

Latitude: 33.04989N Longitude: 103.15922W

#### NATURE OF RELEASE

Type of Release: Produced water	Volume of Release: 5-Bbl	Volume Recovered: 5-Bbl
Source of Release: Broken weld on poly trunkline	Date and Hour of Occurrence:	Date and Hour of Discovery: 11.10.15 @ 10:30AM
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.\*

**REVIEWED**

By Kellie Jones at 2:11 pm, Nov 19, 2015

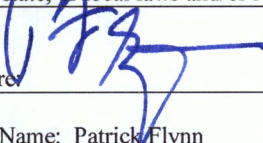

Describe Cause of Problem and Remedial Action Taken.\*

Weld was broken on a poly trunkline. The well was shut in, the line repaired, and a vac truck used to collect the fluids. Affected soil will be removed and transported to the Gandy Marley facility for disposal.

Describe Area Affected and Cleanup Action Taken.\*

Approximately 30-ft x 30-ft area of rangeland, all of which will be excavated to a depth of two-ft.

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: Patrick Flynn	Approved by Environmental Specialist: 	
Title: Vice President	Approval Date: 11/19/2015	Expiration Date: 01/19/2016
E-mail Address: pflynn@resoluteenergy.com	Conditions of Approval: Site samples required. Delineate and remediate as per MNOCD guides. Geotag photographs of remediation required.	Attached <input type="checkbox"/> 1RP-3987
Date: 11.12.15 Phone: 303.534.4600 X1145		

\* Attach Additional Sheets If Necessary

nKJ1532351773  
pKJ1532351879