District 1 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

State of New Mexico

RECEIVED Energy Minerals and Natural R By JKeyes at 7:41 am, Mar 24, 2016

Oil Conservation Division 1220 South St. Francis Dr.

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

1220 S. St. Fran	icis Dr., Santi	a re, NIVI 8/30.)	Sa	ınta F	e, NM 875	505		Contract 2002 Wassers				
	Contract (100 to the Contract		Rele	ease Notific	catio	n and Co	orrective A	ction		****			
							OPERATOR			✓ Initial Report ☐ Final Report			
Name of Company: Cross Border Resources							Contact: Ross Pearson						
							Telephone No. 469-995-0425						
Facility Name: Wattam Federal #6H SWD Battery							Facility Type: Tank Battery						
Surface Owner: Federal, BLM Mineral Owner:						Federal BL	API No. 30-005-20814						
				LOCA	ATIO	N OF REI	LEASE						
Unit Letter A	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1					h/South Line Feet from the 782'		East/West Line East		County Chaves			
Latitude 33°38'23"Longitude/03°48'31"													
NATURE OF RELEASE													
Type of Release: Oil and Produced Water							Volume of Release: 160 Bbls Volume Recovered: Non						
Source of Release: Load lines							Date and Hour of Occurrence Date and Hour of Discovery						
Was Immediate Nation Cives 9							3/18/2016, Unknown 3/19/2016 10:00 am If YES, To Whom? Baldo Vasquez, Chaves County Sheriff						
Was Immediate Notice Given? ☑ Yes □ No □ Not Required													
By Whom? Joseph Urban and Ross Pearson							Date and Hour 3/19/2016, 11:00 am Sheriff. And 3/20/2016, 2:24 pm						
Was a Watercourse Reached?							If YES, Volume Impacting the Watercourse.						
☐ Yes 🔀 No													
If a Watercou	ırse was Im	pacted, Descr	ibe Fully.*										
- · · ·	05 11		11 1 1 1										
Describe Cau	ise of Problemed the load	em and Reme	dial Action the oil ar	i Taken.* id water tanks. A	llowed	the entire con	itents to be draine	d on loca	ation. Not	sure on the	exact t	time of	
Vandals opened the load line valves on the oil and water tanks. Allowed the entire contents to be drained on location. Not sure on the exact time of release occurred. Fluids had soaked into the ground. Contacted sheriff first to establish a case for the criminal activity.													
Describe Are	a Affected	and Cleanup A	Action Tak	ren.*									
Approximate	ly 2 bbls of	oil and 50 bb	ls of produ	iced water was re			lines. The spill at	rea was 6	60' by 70'	east of the ta	ank ba	ttery. The	
majority of th	ne spill is st	ill on the loca	tion pad.	Plans are to take	samples	of the spill a	rea.						
I hereby certi	fy that the i	nformation g	ven above	is true and comp	lete to t	he best of my	knowledge and u	ınderstan	d that purs	suant to NM	OCD 1	rules and	
regulations a	or the envi	are required to ronment. The	o report an accentanc	id/or file certain r	elease r	e NMOCD m	nd perform correct arked as "Final R	eport" de	ons for ref oes not reli	eases winch ieve the ope	may e	of liability	
should their	operations h	ave failed to	adequately	investigate and r	emediat	e contaminati	ion that pose a thr	eat to gre	ound water	r, surface wa	iter, hi	uman health	
				tance of a C-141	report d	loes not reliev	e the operator of	responsil	bility for c	ompliance v	vith an	y other	
federal, state	, or local la	ws and/or regu	ilations.				OIL CON	CEDV	ATION	DIVISIO)NI		
	12	6	2				OIL CON	SERV.	ATION	10171010	<u>)11</u>		
Signature:	11.00	12/C	eve	on					Jam	£1hne~			
Signature: Pron Pearson Printed Name: Ross Pearson Title: V-P. Operations							Approved by Environmental Specialist:						
Title: V-	P. a	Opera:	tions	-		Approval Da	03/24/2016 te:	F	expiration	Date: 05/24	1/2016		
E-mail Adde		-		inresource		Canditions of	f Approval·				_		
E-man Addi	1	1						ineate an	d remedia	Attached	_		
Date: 3/	122/	16	Phone:	469-995-	042.	ger NMOCD	amples only. Deli guidelines. Ensur	e BLM		1RP 42	223		