

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

nmlb1213129035 240974 OPERATOR Initial Report Final Report

Name of Company	Legacy Reserves Operating LP	Contact	Berry Johnson
Address	P.O. Box 10848 Midland, TX 79702	Telephone No.	432-689-5200
Facility Name	South Red Lake II	Facility Type	Injection Line

Surface Owner	Mineral Owner	API No.	<u>30-015-00667</u>
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LOCATION OF RELEASE

*Nearest Legacy well: SRL #U#11
G-36-17s-27E*

Unit Letter	Section	Township 17S	Range 27E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
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Latitude 32.79080830 - Longitude 104.23183501

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	25-30 bbls.	Volume Recovered	0
Source of Release	Injection line	Date and Hour of Occurrence	4/13/12 - 12:00 Noon	Date and Hour of Discovery	4/13/12 - 12:00 Noon
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike B. w/ OCD		
By Whom?	David Adkins w/ Talon	Date and Hour	4/13/12 - 12:00 Noon		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

RECEIVED
APR 23 2012
NMOCD ARTESIA

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
The paved road was cut in order to pull injection line with the old casing from beneath. All contaminated dirt was picked up and replaced with fresh dirt. New casing and new 2" injection line was installed and the road was back-filled to Eddy County specification. All contained dirt was hauled to disposal site. Talon checked for chlorides during this process. The water table was never compromised.

Describe Area Affected and Cleanup Action Taken.*
Same as above.

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>Berry Johnson</i>	OIL CONSERVATION DIVISION	
Printed Name: Berry Johnson	Approved by Environmental Specialist: <i>Mike Berman</i>	
Title: Operations Superintendent	Approval Date: MAY 10 2012	Expiration Date:
E-mail Address:	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	Attached <input type="checkbox"/>
Date: 04/18/12 Phone: 432-689-5200	6/10/2012	

2RP-1118

* Attach Additional Sheets If Necessary

Injection leak at SouthRedlake II.

Mike B. with OCD was notified by David Adkins with Talon at 12: 00 PM

Longitude 104.23183501 Latitude 32.79080830 A emergency One Call was placed.

Leak was beneath County Rd 226 ½ mile East from intersection County Rd. 225

Lost about 25 to 30 bbls of produced water, no water was able to be picked up.

Water ran down the side of the paved road about 100 yards on the North side of Rd.

On the South side of Rd. it ran about 100 Feet. All the water stayed on the right of way. Some of the pavement around the leak was bubbled up where water had gotten under it. That was one of the reasons we tore into the road to check for stability.

The Paved Road was cut in order to pull injection line with the old casing from beneath. All contaminated dirt was pick up and replaced with fresh dirt. New casing and new 2" injection line was installed and the Road was back- field to Eddie County specification. All contaminated dirt was hauled to disposal site ,also Talon check for chlorides during this process The water table was never compromised.

The injection line feed Wells on SRL II # 29,# 35 and # 37.

{The date is April 13 2012 on a Friday}

This was put on the one call

Township 17S Range 27E Section ¼ 36 SW

Township 17S Range 27E Section ¼ 36 NE

Township 17S Range 27E Section ¼ 36 NW

Township 17S Range 27E Section ¼ 35 SE

Township 17S Range 27E Section ¼ 35 SW