

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

Release Notification and Corrective Action

nJMW 1217332007 OPERATOR Initial Report Final Report

Name of Company <i>Read & Stevens, Inc</i> <i>18917</i>	Contact <i>Will Palmer</i>
Address <i>PO Box 1719, Lovington, NM 88260</i>	Telephone No. <i>(575) 396-5391</i>
Facility Name <i>Marbob State Tank Battery</i>	Facility Type <i>tank battery</i>

Surface Owner *State of New Mexico* Mineral Owner *State of New Mexico* Lease No. *API 30-015-37930*

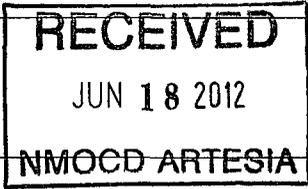
LOCATION OF RELEASE *Marbob State #3*

Unit Letter	Section 19	Township 19-S	Range 29-E	Feet from the 660'	North/South Line North	Feet from the 1980'	East/West Line East	County Eddy
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Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release <i>produced oil</i>	Volume of Release <i>~300 bbls</i>	Volume Recovered <i>210 bbls</i>
Source of Release <i>Tank bottom developed leak</i>	Date and Hour of Occurrence <i>Between 0800 hours 6.10.12 and 0800 hours 6.11.12</i>	Date and Hour of Discovery <i>06.11.12 0800 hours</i>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>Mr. Mike Bratcher, OCD</i>	
By Whom? <i>Mr. Will Palmer</i>	Date and Hour <i>06.11.12 - 1000 hours</i>	
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.*
bottom of oil storage tank developed a leak. Tank to be repaired and recoated.

Describe Area Affected and Cleanup Action Taken.*
The affected area is contained in a 50' x 25' decreasing to 3' wedge shaped tract outside bermed area. The affected soil is being removed and taken to an OCD approved land farm. Surface soil samples will be taken and checked for hydrocarbon contamination. Fresh topsoil will be contoured over the area. Earthen berms will be re-built and liner re-installed around the tank battery.

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>[Signature]</i>	OIL CONSERVATION DIVISION	
Printed Name: <i>William V. Palmer</i>	Signed By <i>[Signature]</i>	
Title: <i>Manager, Production & Completions</i>	Approved by District Supervisor:	Approval Date: <i>JUN 21 2012</i> Expiration Date:
E-mail Address: <i>WPALMER@READ-STEVENS.COM</i>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <i>June 15, 2012</i> Phone: <i>505.396.5391</i>		

* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**

7/21/12

2RP-1179