

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 1219350779

OPERATOR Initial Report Final Report

| | |
|---|----------------------------|
| Name of Company BOPCO, L.P. <i>260737</i> | Contact Tony Savoie |
| Address 522 W. Mermod, Suite 704 Carlsbad, N.M. 88220 | Telephone No. 432-556-8730 |
| Facility Name: Indian Flats Bass Federal #1 SWD | Facility Type: E&P |

| | | |
|-----------------------|-----------------------|---------------------------------|
| Surface Owner Federal | Mineral Owner Federal | Lease No. LC-067144 <i>API#</i> |
|-----------------------|-----------------------|---------------------------------|

Indian Flats Bass Fed #1

LOCATION OF RELEASE

30-015-24968

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|----------------|
| Unit Letter J | Section 35 | Township 21S | Range 28E | Feet from the | North/South Line | Feet from the | East/West Line | County Eddy |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|----------------|

Latitude N 32.433905 Longitude W 104.055425

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release: Produced water | Volume of Release: 50 bbls | Volume Recovered: 10 bbls |
| Source of Release: A SWD pump | Date and Hour of Occurrence 5/23/12 time unknown | Date and Hour of Discovery 5/23/12 9:00 a.m. |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? NMOCD Emergency #104 | |
| By Whom? Tony Savoie | Date and Hour 5/23/12 1:30 p.m. | |
| 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.* A 1" valve was left open on the pump causing the sump to overflow. The valve was closed.

Describe Area Affected and Cleanup Action Taken.*The released fluid affected approximately 8,000 sq. ft. area around the pump, lease road and caliche well pad. The free standing fluid was picked up with a vacuum truck and the saturated soil was scraped up and stockpiled on-site. The spill covered the same area as another spill reported on 2/8/12.
The Site remediation for the produced water will follow the NMOCD guidelines for leaks and spills.

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>Tony Savoie</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Tony Savoie | Approved by District Supervisor: | Signed By <i>Mike DeMott</i> |
| Title: Waste Mgmt. & Remediation Specialist | Approval Date: JUL 11 2012 | Expiration Date: |
| E-mail Address: TASavoie@BassPet.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 6/24/12 | Phone: 432-556-8730 | |

* Attach Additional Sheets If Necessary

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

8/11/12

2RP-1208

