

HOBBS OCD

AUG 22 2011

RECEIVED

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

OPERATOR Initial Report Final Report

| | |
|--|------------------------------------|
| Name of Company NADEL AND GUSSMAN HEYCO, LLC | Contact Keith Cannon or Tammy Link |
| Address PO Box 1936, Roswell 88202-1936 | Telephone No. (505) 623-6601 |
| Facility Name Amoco 1 Federal #2 | Facility Type Api #30-025-29848 |

| | | |
|-------------------|-------------------|---------------------|
| Surface Owner BLM | Mineral Owner BLM | Lease No. MNM-22085 |
|-------------------|-------------------|---------------------|

LOCATION OF RELEASE

30-025-29848-10

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| N | 1 | 18S | 32E | 660' | S | 2310' | W | LEA |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|--|
| Type of Release Oil Spill | Volume of Release 3 1/2 bbls | Volume Recovered 3 bbls |
| Source of Release Hydrocarbons | Date/Hour of Release 8/19/11 10:00 | Date/Hour Discovered 8/19/11 10:00 <input checked="" type="checkbox"/> |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Trish Badbear, Hobbs BLM | |
| By Whom? Keith Cannon/Larry Brigance | Date and Hour 8/19/11 10:00 am | |
| 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.*
Hole in flow line

Describe Area Affected and Cleanup Action Taken.*
Remediation clean-up- sprayed w/100 bbls of fresh water w/3% micro-blaze.

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: | OIL CONSERVATION DIVISION | |
| Printed Name: Tammy Link | Approved by District Supervisor: | |
| Title: Engineering Tech | Approval Date: 7-10-14 | Expiration Date: 9-12-14 |
| E-mail Address: tlink@heycoenergy.com | Conditions of Approval: SOP 5 upla rgn | Attached <input type="checkbox"/> |
| Date: 8/19/2011 Phone: (505)623-6601 | | 7-19-3162 |

* Attach Additional Sheets If Necessary

Delimit & remediate area as
per NMOCD guidelines submit final
C-141 by 9-12-14

09/10/258462
7-19-141915 6096
7-19-141915 6203

JUL 10 2014