

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

Form C-141
Revised August 8, 2011

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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

NAB1434440417 Release Notification and Corrective Action

FAB1434439475

OPERATOR Initial Report Final Report

Name of Company	Agave Energy Company	Contact	Jennifer Knowlton
Address	105 South 4 th Street Artesia, NM	Telephone No.	575-748-4471
Facility Name	Valve Box #11	Facility Type	Gas Right Of Way

Surface Owner - Private	Mineral Owner	API No.
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
	5	19S	25E					EDDY

Latitude 32.68509 Longitude 104.49963

NATURE OF RELEASE

Type of Release: Produced Water and Sour Gas	Volume of Release N/A <u>UNK</u>	Volume Recovered N/A <u>UNK</u>
Source of Release 6" PVC gas line	Date and Hour of Occurrence 7/30/14 0917	Date and Hour of Discovery 7/30/14 0917
Was Immediate Notice Given? X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher	
By Whom? Jennifer Knowlton	Date and Hour 7/30/14 1135	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	

NM OIL CONSERVATION

ARTESIA DISTRICT

AUG 22 2014

Describe Cause of Problem and Remedial Action Taken.*
During routine pipe maintenance, the pipe blew produced water, sour gas and oil out of the valve box.

RECEIVED

Describe Area Affected and Cleanup Action Taken.*
At this time, due to other restrictions, no cleanup action has been taken.

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: <u>Jennifer Knowlton</u>	OIL CONSERVATION DIVISION	
Printed Name: Jennifer Knowlton	Approved by Environmental Specialist:	
Title: Environmental Manager	Approval Date: <u>12/10/14</u>	Expiration Date: <u>N/A</u>
E-mail Address: jknowlton@yatespetroleum.com	Conditions of Approval: Remediation per O.C.D. Rules & Guidelines <input type="checkbox"/> Attached <input type="checkbox"/>	
Date: 8/5/2014 Phone: 575 748-4471	SUBMIT REMEDIATION PROPOSAL NO LATER THAN: <u>11/10/15</u>	

* Attach Additional Sheets If Necessary

IAB1434440803

2RP-2651