

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

ACCEPTED AS INITIAL REPORT ONLY
 Initial Report Final Report

NAB1623627936

Name of Company <i>Strata Production Company</i> <i>21712</i>		Contact <i>Paul Ragsdale</i>
Address <i>PO Box 1030, Roswell, NM 88202</i>		Telephone No. <i>575-822-1127 Ext. 18</i>
Facility Name <i>Chaparral State #1</i>		Facility Type <i>Battery</i>
Surface Owner <i>New Mexico State Land Office</i>	Mineral Owner <i>New Mexico State Land Office</i>	API No. <i>30-015-22028</i>

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	32	19S	29E	1880	North	660	West	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE *5 bbls oil / 20 wtr. 3 bbls oil / 17 wtr.*

Type of Release <i>Oil and Produced Water</i>	Volume of Release <i>est. 25 bbls</i>	Volume Recovered <i>20 bbls</i>
Source of Release <i>Heater Treater</i>	Date and Hour of Occurrence <i>8/9/16</i>	Date and Hour of Discovery <i>8/9/16 8 am</i>
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>UNKNOWN</i>	
By Whom? <i>Dwight Adamson</i>	Date and Hour <i>8/10/16</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.*
Heater Treater developed a pinhole and leaked. Steam cleaned and sandblasted tank. Repaired hole and coated vessel. Returned to service.

Describe Area Affected and Cleanup Action Taken.*
There is oil spray over a large part of location, the pasture and some runoff downhill. Removed all fluids and contaminated soil. Steam cleaned location. Sprayed Microblaze on vegetation.

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>Paul Ragsdale</i>	OIL CONSERVATION DIVISION	
Printed Name: Paul Ragsdale	ACCEPTED AS INITIAL REPORT ONLY	
Title: Operations Manager	Approved by Environmental Specialist:	
E-mail Address: pragsdale@stratanm.com	Accepted date: <i>8/22/2016</i>	Expiration Date: <i>N/A</i>
Date: <i>08/19/2016</i> Phone: <i>575-622-1127</i>	Conditions of Approval: ACCEPTED AS INITIAL REPORT ONLY	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary *ext 20*

Remediation per O.C.D. Rules & Guidelines
SUBMIT REMEDIATION PROPOSAL NO *2RP-5839*
LATER THAN: *9/23/16*