

File Copy

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1600 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	BOLD ENERGY LP	Contact	DONNY MURPHY
Address	415 W. WALL STREET MIDLAND TX	Telephone No.	432-686-1100
Facility Name	Autslope Ridge IG 79701	Facility Type	D.S. WELL
Surface Owner	Mineral Owner	ST	Lease No. 30-025-21740000

LOCATION OF RELEASE

API# 30025217400000

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	22	235	34E					LEA

Latitude 32°-17'-32.0 Longitude 103°-27'-20.1

NATURE OF RELEASE

Type of Release	PRODUCED WATER	Volume of Release	5-10	Volume Recovered	0
Source of Release	RAMBLER UNIT STILL P.T	Date and Hour of Occurrence		Date and Hour of Discovery	
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
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.\*

N/A

Describe Cause of Problem and Remedial Action Taken.\*

WORKING OVER WELL HAD REVERSED UNIT LET STEEL PIT RUN OVER. SPILL STAYED ON LOCATION AND DID NOT GET IN PASTURE (SEE WORK PLAN)

Describe Area Affected and Cleanup Action Taken.\*

SPILL STAYED ON LOCATION AND DID NOT GET IN PASTURE WILL TAKE OFF SITE FOR DISPOSAL (SEE WORK PLAN)

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCED 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 NMOCED 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, NMOCED 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.

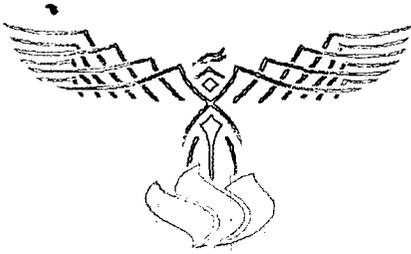
Signature: <i>Donny Murphy</i>	OIL CONSERVATION DIVISION	
Printed Name: DONNY MURPHY	Approved by District Supervisor: <i>[Signature]</i>	
Title: Production Sup.	Approval Date: 6-30-06	Expiration Date: —
E-mail Address: DONNY.MURPHY@BOLDENERGY.COM	Conditions of Approval: —	Attached <input type="checkbox"/>
Date: 6/12/06	Phone: 432-686-1100	

\* Attach Additional Sheets If Necessary

incident - n PAC0618728  
application - p PAC0618728 250



API# 943



# PHOENIX ENVIRONMENTAL LLC

P.O. Box 1856  
505-391-9687

2113 French Dr.

Hobbs, NM 88241-1856

Office 505-391-9685

Fax

June 15, 2006

Bold Energy, LP  
415 W. Wall, Suite 500  
Midland, Texas 79701

Attn: Mr. Donny Money  
Production Superintendent

**RE: Work Plan to Clean Up the Antelope Ridge Unit # 1G Located in Sec. 22, T23S, R34E of Lea Co., New Mexico**

Dear Mr. Money:

Phoenix Environmental, LLC (Phoenix) would like to take this time to thank you and Bold Energy, LP for the opportunity to provide our professional services on the site remediation of the above listed site that is located in Lea County.

If you have any questions and/or need more data in regards to this project please call at any time.

Sincerely,

Allen Hodge, REM  
Sr. Project Manager  
Phoenix Environmental LLC



## Summary/Overview

The Antelope Ridge Unit # 1G site should be completed and remediated in accordance with the standards of the New Mexico Oil Conservation Division (NMOCD) guidelines for cleanup of leaks and spills. It is our understanding that any potential contamination from the site was a result of activities associated with the production of oil and gas.

The potential contaminants of concern are mid to high-level concentrations of produced water that were lost due to a reverse unit steel pit that ran over while working over the well and were absorbed by the surrounding near-surface soils. All of the fluid that was lost stayed on location

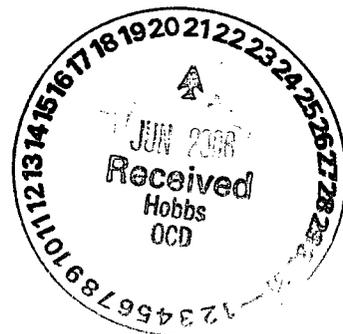
The NMOCD regulates the remediation and disposal of non-domestic wastes resulting from the Oil and Gas industry. In addition, the NMOCD administers all Water Quality Act regulations pertaining to surface and ground water except sewage for the oil and gas industry. This authority includes the disposition of non-domestic, non-hazardous wastes at Oil and Gas facilities.

The Antelope Ridge Unit # 1G site is located in Sec. 22, T23S, and R34E in Lea County New Mexico. The site has a GPS reading of 32° 17' 32.0" N and 103° 27' 20.1" W with an elevation of 3,404' ASL. The lands primary use is domestic pasture for ranching and the production of oil and gas.

The ground water depth data available for this section from the state engineer's office showed the depth to ground water to be in the 280' range.

Pursuant to the standards of the NMOCD guidelines for clean up of leaks and spills, the clean up level for this site will be at <5,000ppm of TPH and <50ppm for BTEX. The NMOCD has also asked that the chlorides be less than 250ppm for clean up.

The following scope of work that has been requested for the listed site was based on data from our site visit on 6-14-2006 and the requirements of the NMOCD for site clean up.



**Scope of Work / Work Plan**

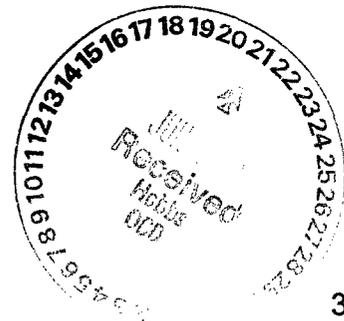
1. First Phoenix will call New Mexico One-Call for line spot clearance before any excavation at the site is started.
2. Phoenix will mobilize to the site located at Antelope Ridge equipment and personnel necessary to start and complete the site remediation as required, getting the site back into regulatory compliance.
3. First the site will be cleared of brush and debris and a staging area set up for site control and safety.
4. Impacted soils at the site will then be excavated, loaded, transported and disposed of at an NMOCD approved and permitted facility that can take waste from the Oil and Gas Industry.
5. Phoenix will field screen the site during the excavation and once the TPH and CL has dropped below clean up requirements final samples will be taken and sent to a third party lab for analysis.
6. Once all of the remediation criteria have been met for site closure and regulatory compliance, the site will be backfilled with clean backfill. The site will be contoured with a slit crown to prevent the ponding of any water.
7. Once all of the closure criteria have been met, a final closure report will be prepared by Phoenix. This report will include a summary of remediation operations, findings on-site and lab analysis, site maps and project photos.

If you have any questions and/or need more data in regards to this project please call 505-631-8314 at any time.

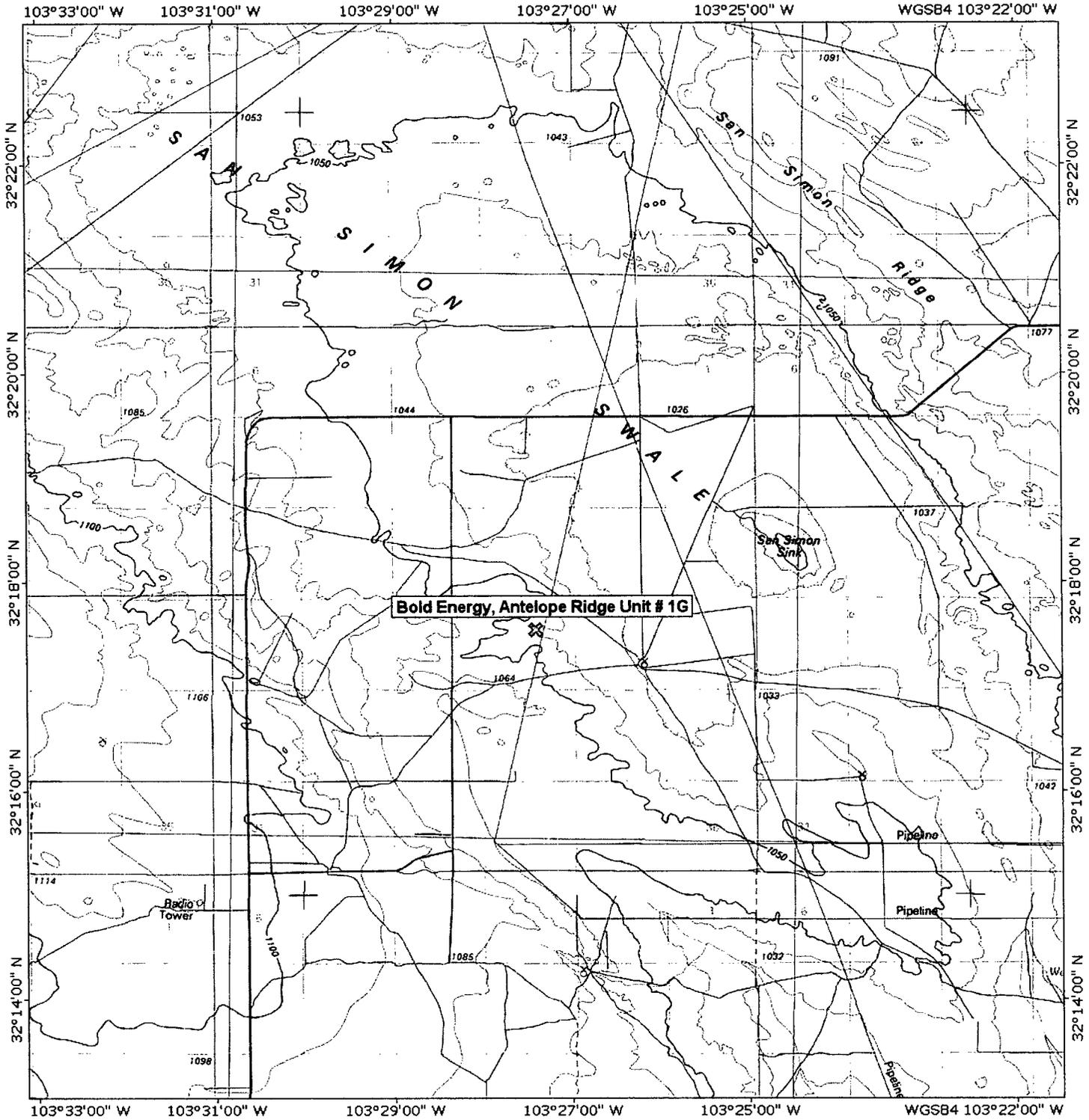
Sincerely,



Allen Hodge, REM  
Sr. Project Manager  
Phoenix Environmental LLC

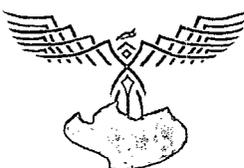


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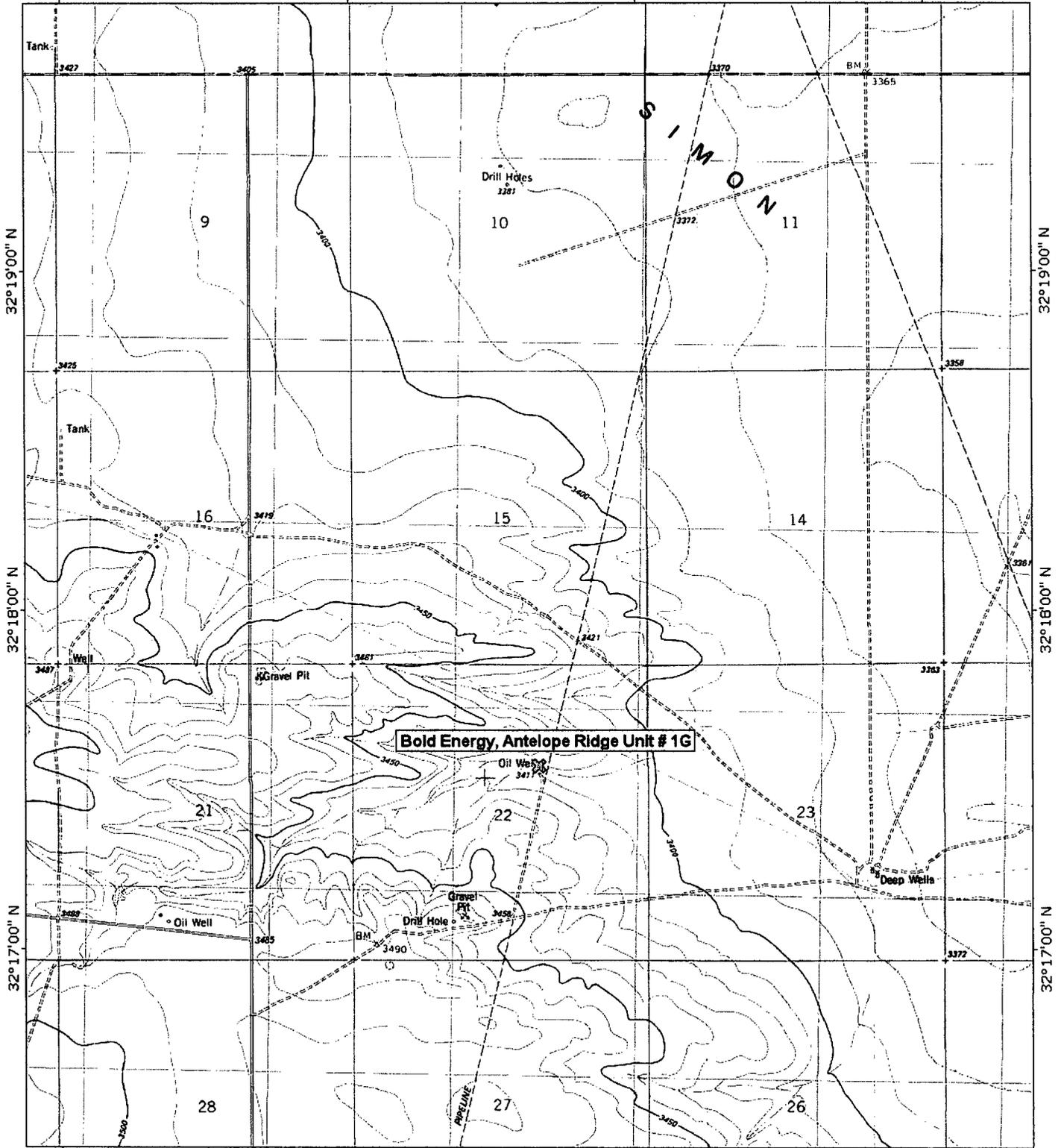
TN MN  
8°

0.0 0.5 1.0 1.5 2.0 2.5 3.0 3.5 miles  
0 1 2 3 4 5 km  
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103°29'00" W      103°28'00" W      103°27'00" W      WGS84 103°26'00" W



103°29'00" W      103°28'00" W      103°27'00" W      WGS84 103°26'00" W

TN  
8 1/2°



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