

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
1211 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 <u>Kay Energy</u>	Contact <u>Sam Blewins</u>
Address <u>2105 Ave O Eunice N.M.</u>	Telephone No. <u>(505) 394-2581</u>
Facility Name <u>ATHA SWD</u>	Facility Type <u>SWD</u>
Surface Owner <u>Ben Alexander</u>	Mineral Owner <u>BLM</u>
Lease No. _____	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<u>M</u>	<u>31</u>	<u>21S</u>	<u>36E</u>		<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>Lee</u>

Latitude 36° 14' 00" N Longitude 106° 00' 00" W

NATURE OF RELEASE

Type of Release <u>Produced water</u>	Volume of Release <u>1 To 1.5 Bbl</u>	Volume Recovered <u>1/2 Bbl</u>
Source of Release <u>1000 TANK</u>	Date and Hour of Occurrence <u>7:00</u>	Date and Hour of Discovery <u>6/19/08</u>
Was Immediate Notice Given? ☒ Yes ☐ No ☐ Not Required	If YES, To Whom? <u>New Mexico DCD</u>	
By Whom? <u>Sam Blewins, Eddy Fabala</u>	Date and Hour <u>7/8/2008</u>	
Was a Watercourse Reached? ☐ Yes ☒ No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

1000 TANK had hole in the side of Tank at the bottom. Area affected Kay SWD location & Pasture of Daseo Cattle Co.

Describe Area Affected and Cleanup Action Taken.*

Clean affected area with backhoe & replace it with clean dirt.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC 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 NMOC marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to ground water, surface water, human health or the environment. In addition, NMOC 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.

OIL CONSERVATION DIVISION

Signature: <u>Eddy Fabala</u>	Approved by District Supervisor:	
Printed Name: <u>Eddy Fabala</u>	Approval Date:	Expiration Date:
Title: <u>Supervisor</u>	Conditions of Approval:	
E-mail Address: <u>efabala@kayenergy.com</u>	Attached ☐	
Date: <u>7-17-08</u> Phone: <u>(505) 394-2581</u>		

Attach Additional Sheets If Necessary

Incident - nPAC 0620038512
Application - nPAC 0620038691
RP# 964

