

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 Chesapeake Operating, Inc.	Contact Bradley Blevins
Address 1616 W. Bender, Hobbs, NM 88240	Telephone No. 505-391-1462 ext. 6224
Facility Name Edith Federal #1	Facility Type Tank Battery

Surface Owner BLM	Mineral Owner BLM	Lease No. APD NM NM 245247
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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
N	25	18S	33E	660 FSL		2310 FWL		Lea

100'

Latitude N 32°42.781' Longitude W 103°37.106'

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 66 bbls	Volume Recovered 40 bbls
Source of Release Tank overflowed	Date and Hour of Occurrence 9/7/06	Date and Hour of Discovery 4:30 PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson	
By Whom? Ralph Skinner	Date and Hour 4:30 PM 9/7/06	
Was a Watercourse Reached? <input checked="" type="checkbox"/> Yes <input 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 overloaded causing tank overflow. All fluids contained in firewall containment. Vacuum trucks removed all possible fluids. Will conduct sampling and then initiate remediation activities.

Describe Area Affected and Cleanup Action Taken.*

Area affected is approximately 75' x 35' inside the firewall. Impacted soil on surface removed and samples taken for analysis. Upon receipt of analysis, clean up will be formulated then implemented.

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.

OIL CONSERVATION DIVISION

Signature: <i>Cliff P. Brunson for Chesapeake Operating, Inc.</i>	Approved by District Supervisor:	
Printed Name: Cliff P. Brunson	Approval Date:	Expiration Date:
Title: President, BBC International, Inc.	Conditions of Approval:	
E-mail Address: cbrunson@bbcinternational.com	Attached <input type="checkbox"/>	
Date: 9/11/06	Phone: 505-397-6388	

* Attach Additional Sheets If Necessary

Facility - SPAC06 25646205
Incident - nPAC06 25646322
Application - pPAC06 25646475

