

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

Month - Year
FEB 26 2007
OCD - ARTESIA, NM

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	GP II Energy, Inc.	Contact	Mechel Painter
Address	P. O. Box 50682 Midland, TX 79710	Telephone No.	432-684-4748 X 5
Facility Name	NM "M" State #23	Facility Type	Water Storage
Surface Owner	State of NM	Mineral Owner	
		Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	29	22S	37E	300	S	100	E	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	92 bbls	Volume Recovered	92 bbls
Source of Release	Water Tank	Date and Hour of Occurrence	2/16/07	Date and Hour of Discovery	10 A.M. 2/16/07
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.*					
Describe Cause of Problem and Remedial Action Taken.*					
Hole in bottom of Tank					
Describe Area Affected and Cleanup Action Taken.*					
Smooth location near Tank Battery. Cleaned using a vacuum truck; picked up spill					

WTR 75'

Received
FEB 26 2007
Hobbs
OCD

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>Mechel Painter</i>	OIL CONSERVATION DIVISION	
Printed Name: Mechel Painter	Approved by District Supervisor: <i>[Signature]</i>	
Title: Production Clerk	Approval Date: 3.19.07	Expiration Date: 5.19.07
E-mail Address: mechel@gp2energy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 2/20/07 Phone: 432-684-4748 X 5	① NEED CHLORIDE CONTENT OF PRODUCED WATER ② NEED DIMENSIONS OF SPILL ③ NEED FINAL REPORT w/ SAMPLES OF (MIN 3) AFFECTED SOIL w/ REQUEST FOR CLOSURE	

* Attach Additional Sheets If Necessary

Facility - FPAC-0707933965
Incident - NPAC-0707934073
Application - pPAC0707934141

RP# 1276