District i 1625 N. French Dr., Hobbs, NM 88240 District ii 1301 W. Grand Avenue, Ariesia, NM 88210 District iii 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Sama 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

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

| Release Notification and Corrective Action | | | | | | | | | | | | | |
|--|--|---|---|--|------------------------------------|---|---|------------------------------------|--|---|------------------------------|---------------------------------------|--|
| | | | | | | OPERATOR Initial | | | | l Report | | Final Report | |
| Name of Company Bold Energy, LP | | | | | | Contact Donny Money | | | | | | | |
| Address 415 W. Wall, Ste. 500, Midland, TX 79701 | | | | | | Telephone No. 432-686-1100 | | | | | | | |
| Facility Nar | ne Antelop | e Ridge | | 11 | Facility Type Production | | | | | | | | |
| Surface Ow | ner Keller | State Lease No. | | | | | | | | | | | |
| | | | | LOCA | TION | OF REI | LEASE | | | | | | |
| Unit Letter | Section 33 | Township 23S | Range 34E | Feet from the | North/S | South Line | Feet from the | East/V | Vest Line | County | | | |
| ~200 Latitude 32° 15' 31.0" Longitude_103° 27' 54.0" | | | | | | | | | | | | | |
| NATURE OF RELEASE | | | | | | | | | | | | | |
| Type of Rele | | | | Volume of Release 70bbl Volume Recovered 60bbl Date and Hour of Occurrence Date and Hour of Discovery | | | | | | | | | |
| Source of Re | iease Stora | ge ranks | | Date and Hour of Occurrence Date and Hour of Discovery 6-15-07 @ 12 Noon 6-15-07 @ 12 Noon | | | | | | | | | |
| Was Immedia | ate Notice (| If YES, To Whom? | | | | | | | | | | | |
| | | Mr. Larry Johnson W/NMOCD | | | | | | | | | | | |
| By Whom? Mr. Allen Hodge W/Phoenix Environmental Was a Watercourse Reached? | | | | | | Date and Hour 6-15-07 @ 4:00pm If YES, Volume Impacting the Watercourse. | | | | | | | |
| 77 day 21 77 day 1 | com se reca | | | 1 100, Volume impacting the watercourse. | | | | | | | | | |
| If a Watercot | ırse was Im | pacted, Descr | | | | | | | | | | | |
| | / | V/A | | | | | | | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* A guy wire broke and shut down the power to the facility, shutting down all of the transfer pumps and all of the alarms. This caused the storage tanks to overflow into the berms around the tanks. Trucks were called to recover the lost oil and water. There was a total of 70bbl of fluid that overflowed into the berms. There was 10bbl of oil and 50bbl of water that was recovered and put back into the storage tanks once the power was restored. | | | | | | | | | | | | | |
| Describe Area Affected and Cleanup Action Taken.* The spill from the tank overflow stayed inside the berms only affecting the area around the tanks. The impacted gravel and some of the berm material will be remove and mixed with clean caliche and used at the facility for berms and pad repair. Due to the fact that the spill was only on the ground for about three hours there was only a small amount of impact. | | | | | | | | | | | | | |
| regulations a public health should their o or the environ | ll operators or the enviro operations hament. In a | are required to ronment. The save failed to a | o report as acceptance adequately CD accep | e is true and comp nd/or file certain n ce of a C-141 repo y investigate and n otance of a C-141 | elease no at by the emediate | otifications as NMOCD m contaminati | nd perform correct arked as "Final Ro on that pose a thro | tive acti eport" d eat to gr | ions for rela loes not reli ound water | eases which eve the ope , surface w | may e rator o ater, hu | ndanger f liability ıman health | |
| Signature: In Mary | | | | | | | OIL CONSERVATION DIVISION | | | | | | |
| Printed Name | Dos | ay Men | 19 | 11 m | 1 | Approved by | District Supervise | or: | hu. | Bu | lue | w | |
| Title: | Pirod. | Sust | (1) (2) | Rea- | | Approval Dat | e. 6/20/0 | 5-1 | Expiration 1 | Date: > | 1/2 | 0/07 | |
| E-mail Addre | ess: | | | Kasias God | | Conditions of | Approval: | | | Attached | | 7 | |
| Date: 6/ | 15/27 | | 1 | 432-661-8 | 823 | | ···· | | | | | | |