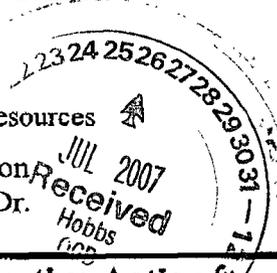


District I  
1625 N. French Dr., Hobbs, NM 88240  
 District II  
1301 W. Grand Avenue, Artesia, NM 88210  
 District III  
1000 Rio Brazos Road, Aztec, NM 87410  
 District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 <i>Basic Energy Services</i>	Contact <i>Steve Prather</i>
Address <i>PO. Box 1869 Eureka NM 88231</i>	Telephone No. <i>(505) 390-1435</i>
Facility Name <i>Eureka Brine Station</i>	Facility Type <i>Brine Station</i>
Surface Owner <i>Bill Stephens</i>	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
	<i>34</i>	<i>21</i>	<i>37</i>		<i>630</i>		<i>2427</i>	<i>Lea</i>

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

#### NATURE OF RELEASE

Type of Release <i>Brine water</i>	Volume of Release <i>400</i>	Volume Recovered <i>200</i>
Source of Release <i>Tank overflow</i>	Date and Hour of Occurrence <i>7/23/07</i>	Date and Hour of Discovery <i>7/23/07</i>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>Larry Johnson</i>	
By Whom? <i>David Caballero</i>	Date and Hour <i>7/23/07</i>	<i>7:00 AM</i>
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.\*

*NA*

Describe Cause of Problem and Remedial Action Taken.\*

*Brine water overflowed from tanks and ran down road. Excessive water picked up and area stabilized.*

Describe Area Affected and Cleanup Action Taken.\*

*Brine water ran down road. Pooled water picked up. Work Plan being made by Seay Consulting*

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>[Signature]</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: <i>Steve Prather</i>	Approved by District Supervisor: <i>[Signature]</i>	
Title: <i>Area manager</i>	Approval Date: <i>7.27.07</i>	Expiration Date: <i>9.28.07</i>
E-mail Address: <i>Steve.Prather@BasicEnergy.com</i>	Conditions of Approval: <i>COMP SUBMIT CLEANUP</i>	Attached <input type="checkbox"/>
Date: <i>7-24-07</i> Phone: <i>394-3235</i>	<i>PROCESSED &amp; FILE FINAL C-141 w/ DOCUMENTATION BY</i>	

\* Attach Additional Sheets If Necessary

*RP# 1497*