

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	P O. BOX 190 HOBBS, NM 88241	Telephone No.	505-391-1462
Facility Name	Moby #2	Facility Type	Oil Well

Surface Owner	Mineral Owner	Lease No.
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LOCATION OF RELEASE API #30-025-29712

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
	7	20S	38E	830	NORTH	1980	WEST	LEA

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	OIL	Volume of Release	5 BBLs	Volume Recovered	2 BBLs
Source of Release	A valve froze and popped the ball valve	Date and Hour of Occurrence	2/1/08 11:00 A.M.	Date and Hour of Discovery	1/01/08 11:00 A.M.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?	CLIFF BRUNSON	CHRIS WILLIAMS			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Date and Hour 2/1/08 12:45 PM			
If YES, Volume Impacting the Watercourse.					

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

A flow line ruptured releasing oil into the roadside bar ditch and flowed across Billy Walker road. A vacuum truck was used to pick up the free oil. The roadway was washed down by the Hobbs Fire Dept.

Describe Area Affected and Cleanup Action Taken.*

2 BBLs of oil was recovered. Soil remediation activities commenced on 2/1/08. Soil will be excavated, sampled, and then backfilled upon approval from NMOCD.

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</i> for Chesapeake Operating, Inc.	Approved by District Supervisor: <i>Chris Williams</i>	
Printed Name: CLIFF P. BRUNSON	Approval Date: <i>2/4/08</i>	Expiration Date: <i>4/4/08</i>
Title: PRESIDENT	Conditions of Approval:	
E-mail Address: CBRUNSON@BBCINTERNATIONAL.COM	Attached <input type="checkbox"/>	
Date: 2/06/08 Phone: 505-397-6388	<i>1810</i>	

* Attach Additional Sheets If Necessary

FCOHD 807129297



PHONE (575) 393-2326 - 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR
 BBC INTERNATIONAL, INC.
 ATTN: CLIFF BRUNSON
 P.O. BOX 805
 HOBBS, NM 88241
 FAX TO: (575) 397-0397

Receiving Date: 02/05/08
 Reporting Date: 02/07/08
 Project Owner: CHESAPEAKE
 Project Name: MOBY #2
 Project Location: HOBBS, NM

Sampling Date: 02/05/08
 Sample Type: SOIL
 Sample Condition: COOL & INTACT
 Sample Received By: ML
 Analyzed By: BC

LAB NUMBER	SAMPLE ID	BENZENE (mg/kg)	TOLUENE (mg/kg)	ETHYL BENZENE (mg/kg)	TOTAL XYLENES (mg/kg)
ANALYSIS DATE		02/06/08	02/06/08	02/06/08	02/06/08
H14206-1	SP1	<0.002	<0.002	<0.002	<0.006
H14206-2	SP2	<0.002	<0.002	<0.002	<0.006
H14206-3	SP3	<0.002	<0.002	<0.002	<0.006
H14206-4	SP4	<0.002	<0.002	<0.002	<0.006
Quality Control		0.092	0.104	0.098	0.280
True Value QC		0.100	0.100	0.100	0.300
% Recovery		92.4	104	97.9	93.3
Relative Percent Difference		2.7	6.6	4.3	2.7

METHOD: EPA SW-846 8260

Bryan J. Roche
 Chemist

2/7/08
 Date

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal regardless of whether such claim is based upon any of the above-stated reasons or otherwise.



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 BBC INTERNATIONAL, INC.
 ATTN: CLIFF BRUNSON
 P.O. BOX 805
 HOBBS, NM 88241
 FAX TO: (575) 397-0397

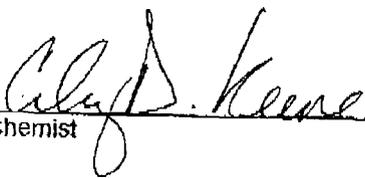
Receiving Date: 02/05/08
 Reporting Date: 02/07/08
 Project Owner: CHESAPEAKE
 Project Name: MOBY #2
 Project Location: HOBBS, NM

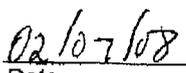
Sampling Date: 02/05/08
 Sample Type: SOIL
 Sample Condition: COOL & INTACT
 Sample Received By: ML
 Analyzed By: CK/KS

LAB NUMBER	SAMPLE ID	GRO (C ₆ -C ₁₀) (mg/kg)	DRO (>C ₁₀ -C ₂₈) (mg/kg)	Cl* (mg/kg)
ANALYSIS DATE		02/06/08	02/06/08	02/06/08
H14206-1	SP1	<10.0	<10.0	208
H14206-2	SP2	<10.0	<10.0	32.0
H14206-3	SP3	<10.0	<10.0	16.0
H14206-4	SP4	<10.0	<10.0	<16.0
Quality Control		568	415	500
True Value QC		500	500	500
% Recovery		114	83.0	100
Relative Percent Difference		0.2	9.6	<0.1

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; Cl: Std. Methods 4500-CFB

*Analyses performed on 1:4 w:v aqueous extracts.


 Chemist


 Date

H14206TCL BBC

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CARDINAL LABORATORIES

101 East Marland, Hobbs, NM 88240 2111 Beechwood, Abilene, TX 79603
 (505) 393-2326 FAX (505) 393-2476 (325) 673-7001 FAX (325) 673-7020

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

BBC INTERNATIONAL

5053970397

RECEIVED 02/07/2008 01:58

Company Name: BBC International, Inc.		BILL TO		ANALYSIS REQUEST											
Project Manager: Cliff Brunson		P.O. #:													
Address: 1324 W. Marland		Company:													
City: Hobbs State: NM Zip: 88240		Attn:													
Phone #: (505) 397-6388 Fax #: (505) 397-0897		Address: SAME													
Project #: NA Project Owner: Chesapeake		City: SAME													
Project Name: Moby #2		State: SAME Zip: SAME													
Project Location: Hobbs N.M.		Phone #:													
Sampler Name: Jeff Ornelas		Fax #:													

Lab I.D.	Sample I.D.	RECIPIENT OR # CONTAINERS	MATRIX							PRESERV.		SAMPLING		DATE	TIME	TPH SOILS M	PTEX	Chloride
			GROUNDWATER	WASTEWATER	SOIL	OIL	SLUDGE	OTHER	ACID/BASE	ICE / COOL	OTHER							
H14200-1	SP1	G 1			✓					✓			2-5-08	2:00	✓	✓	✓	
-2	SP2	G 1			✓					✓			2-5-08	2:11	✓	✓	✓	
-3	SP3	G 1			✓					✓			2-5-08	3:59	✓	✓	✓	
-4	SP4	G 1			✓					✓			2-5-08	4:20	✓	✓	✓	

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Relinquished By: Jeff Ornelas	Date: 2-5-08 Time: 4:30	Received By: Max Sperry	Phone Result: <input type="checkbox"/> Yes <input type="checkbox"/> No (Add'l Phone #: _____)
Relinquished By: _____	Date: 2-5-08 Time: 4:52	Received By: Misty Lebit	Fax Result: <input type="checkbox"/> Yes <input type="checkbox"/> No (Add'l Fax #: _____)
Delivered By: (Circle One) Sampler - UPS - Bus - Other: _____	Sample Condition: Cool Intact <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Yes <input type="checkbox"/> No	CHECKED BY: (Initials) UCXB	REMARKS:

† Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476