

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: Arena Resources, Inc.	Contact: Fred Holmes
Address: 2130 W. Bender Blvd.	Telephone No.: 575-738-1739 - 432-631-3757
Facility Name: Phillip Lea Well No. 8	Facility Type: Producing Oil Well
Surface Owner: State of New Mexico	Mineral Owner: State of New Mexico
Lease No.: API: 30-025-23582	

**LOCATION OF RELEASE**

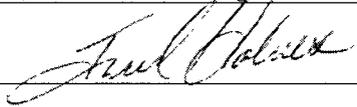
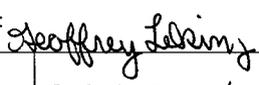
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	31	17S	34E	990	S	1650	W	Lea

Latitude: 32 47' 12.1" Longitude: 103 36' 09.0"

**NATURE OF RELEASE**

Type of Release: Crude Oil/Produced Water	Volume of Release: 35	Volume Recovered: 25
Source of Release: Wellhead	Date and Hour of Occurrence: 11/17/08 - 0800	Date and Hour of Discovery: 11/17/08 - 0830
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Geoffrey Leking	
By Whom? Fred Holmes	Date and Hour: 11/17/08 - 12:00	
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.*: <p style="text-align: right;">WATER &gt; 100'</p>		
Describe Cause of Problem and Remedial Action Taken.*: Line pressure caused packing at wellhead to fail. Well was shut in and free liquids removed.		
Describe Area Affected and Cleanup Action Taken.* : Area affected is approximately 4200 sq. ft with a estimated vertical impact of 6". Impacted soil will be excavated to acceptable levels. Impacted soil will be blended with clean fill to less than 500 mg/kg of TPH and Chlorides. Oil gator and calcium nitrate (biological degradation additive/chloride amendment) will be added to further reduce TPH & chlorides. Treated soil will be placed back into the excavated area.		

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Fred Holmes	Approved by District Supervisor: 	
Title: Consultant for Arena Resources, Inc.	Approval Date: 11/21/08	Expiration Date: 01/20/09
E-mail Address: fred@etechnv.com	Conditions of Approval: FULL DELINEATION CLEAN + 1	Attached <input type="checkbox"/>
Date: 11/18/08 Phone: 432-563-2200	FINAL C-141 DUE @ EXPIRATION	

\* Attach Additional Sheets If Necessary

PATE

IRP-2011

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