

RECEIVED
 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
 1226 S. St. Francis Dr., Santa Fe, NM 87505
REC 01 2008
HOBBS (1)

AMMENDED
 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	Telephone No.: 575-738-1739 - 432-563-2200
Facility Name: State 36 Well No. 1	Facility Type: Producing Oil Well

Surface Owner: State of New Mexico	Mineral Owner: State of New Mexico	Lease No.: 305483
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LOCATION OF RELEASE

API # 30-025-31182-00-00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
1	36	17S	33E	2310	FSL	660	FEL	Lea

Latitude: N32 47' 25.602" Longitude: W103 36' 35.982"

NATURE OF RELEASE

Type of Release: Crude Oil/Produced Water	Volume of Release: 2 BBLs	Volume Recovered: 0 BBLs
Source of Release: Packing Leak	Date and Hour of Occurrence: 11/8/08-0730	Date and Hour of Discovery: 11/08/08-0800
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Geoffrey Leking	
By Whom? Fred Holmes	Date and Hour 11/11/08	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

WATER @ 150'

Describe Cause of Problem and Remedial Action Taken.*: Packing leak at the wellhead. Packing was repaired. No fluids could be recovered.

Describe Area Affected and Cleanup Action Taken.*: Release was confined largely to an are ~10' in diameter around the wellhead. A portion of the spill migrated west in a small finger for ~20'. Plan is to remove and blend impacted soils where chlorides/TPH are less than 500/1000 mg/kg. Oil Gator and calcium nitrate (biological degradation additive and sodium ammendment) will be added to the blended material along with clean fill. The blended material will be placed back into the excavation once the material has reached remedial objectives.

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>Colleen Robinson</i>	Approved by District Supervisor: <i>Geoffrey Leking</i>	
Printed Name: Colleen Robinson	Approval Date: <i>11/12/08</i>	Expiration Date: <i>01/12/08</i>
Title: Regulatory Compliance Specialist	Conditions of Approval: SUBMIT FINAL	
E-mail Address: crobenson@arenaresourcesinc.com	Attached <input type="checkbox"/>	
Date: 11/11/2008 Phone: 575-738-1739	C-141 BY <i>01/12/08</i>	

* Attach Additional Sheets If Necessary

FGRL 0833658888

IRP-2005

RECEIVED

District I
1625 N. French Dr , Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88211
District III
1000 Rio Pecos Road, Lordsburg, NM 88416
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

NOV 12 2008
HOBBS, NM

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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By Whom? Fred Holmes	Date and Hour 11/11/08	
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If a Watercourse was Impacted, Describe Fully.*:
WATER @ 150'

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Signature: <i>Fred Holmes</i>	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Fred Holmes	Approved by District Supervisor: <i>Geoffrey Leking</i>	
Title: Consultant	Approval Date: 11/12/08	Expiration Date: 01/12/09
E-mail Address: fred@etcchenv.com	Conditions of Approval: SUBMIT FINAL C-141 BY 01/12/09	Attached <input type="checkbox"/>
Date: 11/11/2008 Phone: 432-563-2200		

* Attach Additional Sheets If Necessary

IRP-2805