

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
OCD-ARTESIA

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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 GP II Energy, Inc.	Contact Joe Compton	
Address PO Box 50682	Telephone No. 432-684-8964	
Facility Name BO Federal Tank Battery	Facility Type Lease Oil Separation and Storage	
Surface Owner Federal	Mineral Owner Federal	Lease No. NM-71599

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	34	26-S	29-E	724	N	660	E	Eddy

Latitude 32.003403 Longitude -103.966101

NATURE OF RELEASE

Type of Release Produced Salt Water and Oil	Volume of Release 20 Bbls	Volume Recovered
Source of Release Tank Battery	Date and Hour of Occurrence 2-3-08	Date and Hour of Discovery 2-3-08
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jim Amos w/BLM	
By Whom? Joe Compton	Date and Hour	
Was a Watercourse Reached? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse. 20	
If a Watercourse was Impacted, Describe Fully.* Tank Battery is located on a hill adjacent to a lease road. The spill flowed down one edge of the road until it intersected a small drainage and left the road and flowed down the drainage toward the Federal BO 5 injection well.		
Describe Cause of Problem and Remedial Action Taken.* The gas engine on a transfer pump failed. A new engine and pump have been installed and placed in a containment tub.		
Describe Area Affected and Cleanup Action Taken.* All of the contaminated soil around the pump, tank, road, and drainage was removed and hauled to the CRI disposal site. Soil samples were taken from the cuts and analyzed by Cardinal Laboratories to determine that all affected soil had been removed. After the analyses from Cardinal were available and cleared by the BLM field agent (Terri Gerston), all cuts were back filled with soil of a similar type. We also removed contaminated soil around wellheads on the lease and replaced it with fresh soil and caliche.		

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>Joe L Compton</i>	OIL CONSERVATION DIVISION	
Printed Name: JOE L COMPTON	Approved by District Supervisor: <i>T Gumbly SB</i>	
Title: AGENT	Approval Date: 12-3-08	Expiration Date: N/A
E-mail Address: <i>compton@gp2energy.com</i>	Conditions of Approval: N/A	Attached <input type="checkbox"/> N/A
Date: MAY 13, 2008 Phone: 432-684-4748		2RP-127

* Attach Additional Sheets If Necessary