

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

OK

OPERATOR

Initial Report Final Report

Name of Company	Rice Operating	Contact	Tony Grieco
Address	122 W. Taylor St, Hobbs, NM 88240	Telephone No.	(505) 393-9175
Facility Name	EME I-1 SWD WELL	Facility Type	Salt Water Gathering System

Surface Owner	State land leased to ROC	Mineral Owner		Lease No.	
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LOCATION OF RELEASE

API # 30.025.33297.00.00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	I	20S	36E					Lea

Latitude 32° 36.062N Longitude 103° 18.056W

NATURE OF RELEASE

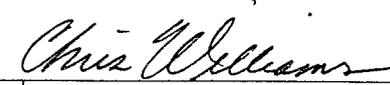
Type of Release	Produced Water	Volume of Release	440 bbls	Volume Recovered	440 bbls
Source of Release	Tank Battery	Date and Hour of Occurrence	N/A	Date and Hour of Discovery	2:30 PM 7/05/06
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Gary Wink			
By Whom?	Jennifer Johnson; Scott Curtis	Date and Hour 7/05/06 5:30 PM ; 7/05/06 3:00 PM			
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.*

Describe Cause of Problem and Remedial Action Taken.* One fiberglass terminal tank was struck by lightning causing it to catch fire, thus releasing produced water to spill into the dike area

Describe Area Affected and Cleanup Action Taken.* The Monument Fire Department was called to extinguish the fire. Vacuum trucks were used to pick up the produced water, which was hauled to an EME SWD. The discharged fluid was completely contained within the tank dike area, which is designed for secondary containment. The facility is being replaced with steel terminal tanks.

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:		OIL CONSERVATION DIVISION	
Printed Name:	Tony Grieco	Approved by District Supervisor:	
Title:	Environmental Tech	Approval Date:	6/22/07
E-mail Address:	tgrieco@riceswd.com	Expiration Date:	8/15/08
Date:	June 21, 2007	Conditions of Approval:	Attached <input type="checkbox"/>
Phone:	(505) 393-9175		

* Attach Additional Sheets If Necessary

IRP-2020