

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

Form C-141
Revised October 10, 2003

Oil Conservation Division
220 South St. Francis Dr.
Santa Fe, NM 87505

FOR INFORMATION ONLY
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

HOBB'S OCD Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

| | | | |
|-----------------|--------------------------|---------------|--------------|
| Name of Company | J & B Trucking, LLC | Contact | Bill Garvin |
| Address | PO Box 826 | Telephone No. | 575-390-7505 |
| Facility Name | Yates - Parton BGY St #2 | Facility Type | Vacuum Truck |

| | | |
|---------------|---------------|-----------|
| Surface Owner | Mineral Owner | Lease No. |
|---------------|---------------|-----------|

LOCATION OF RELEASE

API 30.025.39003

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| P | 8 | 10S | 34E | | | | | |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | | | | |
|-----------------------------|--|---|---------|----------------------------|---------|
| Type of Release | Drilling Fluid | Volume of Release | 20 Bbls | Volume Recovered | 80 Bbls |
| Source of Release | Truck Rollover | Date and Hour of Occurrence | 9/1 | Date and Hour of Discovery | |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | J.B.B. | | |
| By Whom? - | | Date and Hour | | | |
| Was a Watercourse Reached? | <input type="checkbox"/> Yes <input type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | | | |

TRUCKING CO. REPORT

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
Vacuum truck rolled over hauling drilling fluid from Yates Rig.

SPILL ON HWY
TRUCK OVERTURN

Describe Area Affected and Cleanup Action Taken.*

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>Daniel Garcia</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Daniel Garcia | | |
| Title: Manager | Approved by District Supervisor: | |
| E-mail Address: <i>jbtruckings@valand.com</i> | Approval Date: | Expiration Date: |
| Date: 9/10/08 | Phone: (575) 392-3471 | Attached <input type="checkbox"/> |

* Attach Additional Sheets If Necessary

FGRL 0834538828

IRP# 195A