

RECEIVED

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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

JUL 31 2009  
State of New Mexico  
Energy Minerals and Natural Resources  
HOBSOCD 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	Chesapeake Operating, Inc.	Contact	Bradley Blevins
Address	PO Box 190 Hobbs, NM 88241	Telephone No.	575-391-1462 ext. 6224
Facility Name	Overland No. 001	Facility Type	Tank Battery

Surface Owner	Slick Duncan	Mineral Owner		Lease No.	
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LOCATION OF RELEASE

API # 30-625-36259-00-00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
V	2	16S	37E	1276	South	1724	West	Lea

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	70 bbls	Volume Recovered	40 bbls
Source of Release	Lightning strike and fire	Date and Hour of Occurrence		Date and Hour of Discovery	07/20/09
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	07/20/09 11:45 pm		11:45 pm
By Whom?	Bradley Blevins	Geoff Leking		Date and Hour	07/21/09 9:04am
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.\*  
  
GW @ 70'

Describe Cause of Problem and Remedial Action Taken.\*  
Lightning struck the battery and caused a fire. A fiberglass water tank burned releasing produced water. All fluids stayed inside the retaining wall. Vacuum trucks were used to recover the fluids.

Describe Area Affected and Cleanup Action Taken.\*  
Area affected approximately 50' X 95' inside retaining wall. Impacted soil will be removed and disposed of at NMOCD -Approved facility. Site will be backfilled and confirmation samples will be collected and submitted to the NMOCD.

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>Bradley Blevins</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Bradley Blevins	ENV ENGINEER Approved by District Supervisor: <i>Geoffrey Leking</i>	
Title: EHS Specialist	Approval Date: 08/17/09	Expiration Date: 10/16/09
E-mail Address: bradley.blevins@chk.com	Conditions of Approval: SUBMIT FINAL C-141 BY 10/16/09	Attached <input type="checkbox"/>
Date: 07-22-09 Phone: 575-391-1462		IRP-09-8-2266

\* Attach Additional Sheets If Necessary

FGRL0922939754