

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

RECEIVED
AUG 18 2009
HOBBSOCD

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 Trey Holdings	Contact Patrick Sims
Address P.O. Box 1046, Eunice, NM 88231	Telephone No. (575) 390-2642
Facility Name (Hugh Drip)	Facility Type Tank Battery
Surface Owner: Patrick Sims	Mineral Owner: State
API No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	14	22S	37E					Lea

Latitude N 32.39727° Longitude W 103.13166°

NATURE OF RELEASE

Type of Release Oil	Volume of Release 95 bbl	Volume Recovered 75 bbl
Source of Release Tank Battery pipeline	Date and Hour of Occurrence 8/17/09 1000	Date and Hour of Discovery 8/17/09 1030
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Geoffrey Leking, Hobbs	
By Whom? Patrick Sims	Date and Hour 8/17/09 1100	
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.*

WATER @ 58'

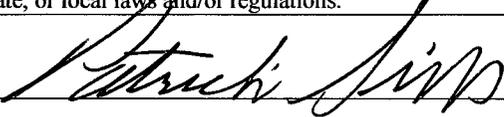
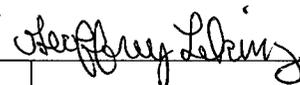
Describe Cause of Problem and Remedial Action Taken.*

On 8/17/09, approximately 95 bbl of hydrocarbons were released from a leaking pipe at the Sims Tank Battery. Hydrocarbons flowed approximately 100 feet south of the TB on a lease road, and approximately 300 feet east of the TB, across the Chevron Hugh Lease Well #3 well pad. A vacuum truck service (Arapahoe) was called to the site, and approximately 75 bbl of hydrocarbons were removed from the site and disposed. Ocotillo Environmental began scraping impacted soil from the site, placing it on 12 mil plastic until the soil can be hauled to disposal on 8/18/09.

Describe Area Affected and Cleanup Action Taken.*

Ocotillo Environmental will remove all impacted soil from the site and collect confirmation soil samples until chloride concentrations are reported less than 500 mg/kg, TPH concentrations are reported less than 1,000 mg/kg, and BTEX concentrations are reported less than 50 mg/kg. Impacted soil will be disposed at an NMOCD approved facility, and the excavations will be backfilled with clean soil and caliche. A final C141 will be submitted to the NMOCD with laboratory confirmation within 30 days of completion of all field activities. Depth to groundwater at the site is approximately 60 feet.

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: Patrick Sims	Approved by ENV ENGINEER District Supervisor: 	
Title: Landowner	Approval Date: 08/26/09	Expiration Date: 10/26/09
E-mail Address:	Conditions of Approval: DELINATE TO CLEAN +1. SUBMIT FINAL C-141 BY Attached <input type="checkbox"/>	
Date: 8/18/09 Phone: (575) 390-2642	IRP-09.8.2274	

* Attach Additional Sheets If Necessary

FGRL 0927137358