

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**

**OPERATOR**

Initial Report  Final Report

Name of Company	CHESAPEAKE OPERATING, INC.	Contact	BRADLEY BLEVINS
Address	P. O. BOX 190 HOBBS, NM 88241	Telephone No.	575-391-1462
Facility Name	Snake Eyes State #1	Facility Type	Oil Well

Surface Owner	Mineral Owner	Lease No.
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**LOCATION OF RELEASE API #30-015-31376**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
1	6	11S	35E	946	NORTH	660	EAST	Lea

Latitude N 33.39372 Longitude W 103.44024

**NATURE OF RELEASE API 30-025-22726**

Type of Release	Produced water & Oil	Volume of Release	35 BBLS	Volume Recovered	15 BBLS
Source of Release	Flow line ruptured	Date and Hour of Occurrence	5/18/10	Date and Hour of Discovery	5/18/10 11:46 A.M.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Geoff Leking		
By Whom?	Bradley Blevins	Date and Hour	5/18/10 2:42 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.\*

WATER @ 140'

Describe Cause of Problem and Remedial Action Taken.\*

Bottom of the heater developed a hole and released fluid inside firewall. Approximately 35 barrels of fluid was released. A vacuum truck was used to pick up free fluid.

Describe Area Affected and Cleanup Action Taken.\*

15 BBLS of fluid was recovered. Soil removal will be done and remedial actions and test results will be furnished with the final C-141.

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	Approved by	ENV. ENGINEER: District Supervisor: <i>Geoffrey Leking</i>
Title:	EHS Specialist	Approval Date:	05/24/10 Expiration Date: 07/26/10
E-mail Address:	bradley.blevins@chk.com	Conditions of Approval:	SUBMIT FINAL C-141 BY 07/26/10. Attached <input type="checkbox"/>
Date:	5/20/10	Phone:	575-391-1462

\* Attach Additional Sheets If Necessary

NGRL 101326097