

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
RECEIVED
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
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

JUN 24 2010

Release Notification and Corrective Action

OPERATOR Initial Report Final Report

Name of Company: Siana Operating LLC	Contact: Matt Doffer
Address: P.O. Box 10303, Midland, TX 79702	Telephone No.: 432/687-6600
Facility Name: Curry Federal #2	Facility Type: SWD

Surface Owner: Federal	Mineral Owner: Federal	Lease No.: LG-7641-1
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LOCATION OF RELEASE APL # 20-025-24003-00-00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	22	23-S	34-E	660	South	1660	West	Lea

Latitude 103°17'5.21"N Longitude 103°27'39.82"W

NATURE OF RELEASE

Type of Release: Produced Water and Skim Oil	Volume of Release: 30 bbls	Volume Recovered: 25 bbls
Source of Release: Injection Water Tank Storage	Date and Hour of Occurrence: 6-11-2010 8:00 am	Date and Hour of Discovery: 6-11-2010, 8:15 A.M.
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
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 @ 2.80'

Describe Cause of Problem and Remedial Action Taken.*
While flowing back water disposal well to 3 – 500bbl fiberglass tanks to reduce pressure on the well the haul off trucks were unable to keep up and the tank overflowed 30 bbls of produced water out the top hatch before it could be shut off. The overflow was contained inside the bermed area and 25 bbls was vacuumed up and hauled off to disposal.

Describe Area Affected and Cleanup Action Taken.*
A remediation program for inside the diked area of the tanks is being prepared and will be submitted for approval.

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>Matt Doffer</i>	OIL CONSERVATION DIVISION	
Printed Name: Matt Doffer	Approved by District Supervisor: <i>Jeffrey Leamy</i>	
Title: Manager of Drilling/Production	Approval Date: 06/24/2010	Expiration Date: 08/24/2010
E-mail Address: mdoffer@sianaoil.com	Conditions of Approval: DELINEATE TO CLEAN +1, SUBMIT FINAL C-141 TO OCD BY 08/24/2010	Attached <input type="checkbox"/>
Date: 6/21/10 Phone: 432/687-6600		IRP-11-10-2643

* Attach Additional Sheets If Necessary