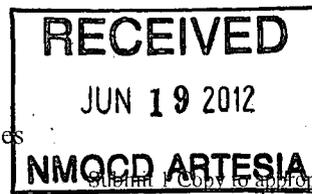


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 August 8, 2011
Submit Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company	Agave Energy Company	Contact	Austin Weyant
Address	105 South Fourth Street	Telephone No.	575 748-4555
Facility Name	Cohiba BPY #1	Facility Type	Well
Surface Owner	NM State	Mineral Owner	
		API No.	30-015-33999

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C NM NW	1	25S	27E					EDDY

Latitude 32.16466 Longitudé -104.14999

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	5-20bbl	Volume Recovered	20bbl
Source of Release	Disposal Line 8" poly	Date and Hour of Occurrence	3:00pm 4/26/12	Date and Hour of Discovery	3:00pm 4/26/12
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" 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.*

Describe Cause of Problem and Remedial Action Taken.*
The Track Hoe operator was removing dirt from the side of a trench and nicked the 8" poly disposal line with the track hoe bucket causing a gash and the subsequent release. The valve was shut at the well (Cohiba BPY State) stopping the flow of produced water. A vacuum truck was used to remove the produced water from the affected soil and to pull down the remainder in the poly line. Three soil samples taken in the trench in a randomized delineated plot.

Describe Area Affected and Cleanup Action Taken.*
A small area inside the 10ftX4ft trench was affected (see attached photo) by the release. The line was shut in, repaired and a vacuum truck remove all fluid and contaminated soil.

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: Austin Weyant		Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Engineer Tech	Approval Date: 2/13/15	Expiration Date: N/A	
E-mail Address: aweyant@yatespetroleum.com	Conditions of Approval: <i>Final</i>		Attached <input type="checkbox"/>
Date: 5/10/12	Phone: 575-748-4555		

* Attach Additional Sheets If Necessary

2RP-1149