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 NM OIL CONSERVATION
ARTESIA DISTRICT
SEP 28, 2016
RECEIVED Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action												
NABIL	2745.	3796			OPERA	FOR		M Initia	al Report	Final Report		
Name of Co	mpany B	each Explora	1403		Contact Jack Rose							
			iland, TX 7970)1	Telephone No. 432/683-6226 Facility Type Waterflood Satellite test Battery							
Facility Name Eastland Queen Unit												
Surface Owner State Mineral Owner						1			3	o. 30-015-26095 Number: 300337		
LOCATION OF RELEASE												
Unit Letter Section Township Range Feet from the North						/South Line	South Line Feet from the 990 East/West Line West		County Eddy	•		
Latitude32.681395_°Longitude104.046659°												
NATURE OF RELEASE												
Type of Release 3 bbls oil/water mix							Volume of Release Est. 3 bbl Volume Recovered 3 bbl					
Source of Release Cattle knocked over fence around battery and rubbed on 1/4" valve on tester Murphy switch.						Date and Hour of Occurrence Est 9/6/16 11:30a.m.			Date and Hour of Discovery 9/6/16 4:00 pm			
Was Immediate Notice Given?						If YES, To Whom?						
☐ Yes ☐ No ☐ Not Required						Beach Exploration, Inc. from OCD						
By Whom? OCD Was a Watercourse Reached?						Date and Hour 9/20/16 3:17pm If YES, Volume Impacting the Watercourse.						
Yes ⊠ No						it i E.S., volume impacting the watercourse.						
If a Watercourse was Impacted, Describe Fully.* NA Describe Cause of Problem and Remedial Action Taken.*Leak due to cattle knocking over fence around battery and rubbed on 1/4" valve on tester Murphy												
switch opening and releasing 3 bbls oil/water onto caliche well pad. Cleaned area and netted tank.												
Describe Area Affected and Cleanup Action Taken.* Three barrels of oil/water mix leaked. We closed 1/4" valve. Oil/water was cleaned up and we put netting on open tank. Please see attached pictures (3).												
Thereby 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.												
10 min O							OIL CONSERVATION DIVISION					
Signature: MA /// Who we						1///						
Printed Name: Jack M. Rose						Approved by	Environmental S	pecialis	" Hr	6/2	<u> </u>	
Title: Engineer						Approval Date: 9 28 16 Expiration Date: N/A						
		n@beachexp.	22/692 6226		Conditions of Approval: Remediation per O.C.D. Rules & Guidelinesched							
	9/20/2016 tional She	ets If Necess		32/683-6226		ATER THA			OBAL N		10 701~	
			•		•			+		LK	P-3915	