

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

NSEB0821049 OPERATOR ☐ Initial Report ☒ Final Report

Name of Company	CHI Operating, Inc.	Contact	JOHN QUALLS
Address	P.O. Box 1799 Midland, TX 79702	Telephone No.	432-685-5001
Facility Name	INBOUNDS COM 1Y	Facility Type	

Surface Owner	MARVIN WATTS	Mineral Owner	SEE ATTACHED LIST OF RI	Lease No.	NM18605
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30 015 31844 LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	9	22S	25E	1650	SOUTH	1780	WEST	EDDY

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	WATER SPILL	Volume of Release less than 5 bbl	Volume Recovered	NONE
Source of Release	WATER TANK	Date and Hour of Occurrence	Date and Hour of Discovery	WRITEUP
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.*

NA


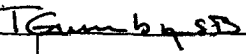
Describe Cause of Problem and Remedial Action Taken.*

The final report was submitted to Mike Bratcher

Describe Area Affected and Cleanup Action Taken.*

As of this date all cleanup effort is complete and successful. The report attached is a copy but an original with all analytical data has been submitted to Mike Bratcher with the NMOCD in Artesia as well.

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: PAM CORBETT	Approved by District Supervisor: 	
Title: ENG. TECH	Approval Date: 12-22-08	Expiration Date: N/A
E-mail Address: pame@chienergyinc.com	Conditions of Approval: N/A	Attached <input type="checkbox"/> N/A
Date: 11/21/08	Phone: 432-685-5001	

* Attach Additional Sheets If Necessary

2RP-202