District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources FEB 18 2011

RECEIVED

Form C-141 evised October 10, 2003

NMOCD ARTESIA: Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

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

30-015-20918 Release Notification and Corrective Action													
7/mw/105550/29 /47/79OPERATOR \(\times\) Initial Report \(\sumset Final Report													
Name of Company CHESAPEÁKE OPERATING, INC. Contact BRADLEY BLEVINS Address P. O. BOX 190 HOBBS, NM 88241 Telephone No. 575-391-1462													
Address P. O. BOX 190 HOBBS, NM 88241 Telephone No. 575-391-1462 Facility Name Old Indian Draw Unit 1 Facility Type Tank Battery													
Surface Ow	ner			Mineral C)wner	Lease No.							
			LO	CATION OF			PI #30-015-2	0918					
Unit Letter	Section	Township	Range	Feet from the	North/	South Line	Feet from the	East/\	West Line	County			
J	18	22S	28E	1980	sour	TH	1980	EAST		EDDY			
LatitudeLongitude													
	NATURE OF RELEASE												
Type of Release Produced water Volume of Release 70 BBLS Volume Recovered 60 BBLS											_S		
Source of Release Tank valve corroded and broke							2/17/11 9:00 a.m. 2/17/11 10:00 A.M.						
Was Immedi	ata Nation (Date and Hour of Occurrence Date and Hour of Discovery											
was immedi	att NODCe (If YES, To Whom?											
ļ. <u></u>		Mike Bratcher											
By Whom? Was a Water			lour 2/17/11 3:										
was a water	course Rea		If YES, Volume Impacting the Watercourse.										
If a Waterco	urse was Im	pacted, Descr	ibe Fully.	*		1							
		.											
Describe Car	ase of Probl	em and Remo	dial Actio	n Taken.*									
Valve to water tank corroded and broke releasing 70 BBLS of produced water into the containment area and onto the location. Vacuum													
trucks were	used to re	cover free fl	uids.										
		and Cleanup									,		
			lost. Upo	on completion of	f delinea	tion and re	mediation activi	ties a f	inal C-141	and lab d	ata will	be	
furnished to	the OCD	•											
						· <u>· · · · · · · · · · · · · · · · · · </u>						· -	
				e is true and comp									
				nd/or file certain ce of a C-141 rep									
should their	operations l	have failed to	adequatel	y investigate and	remediat	e contaminat	ion that pose a thr	reat to g	gound wate	r, surface w	vater, hu	man health	
		addition, NM0 ws and/or reg		ptance of a C-141	report d	oes not relie	ve the operator of	respons	sibility for o	compliance	with any	y other	
rederal, state	; ot local la	OIL CONSERVATION DIVISION											
X X X X X						· ·							
Signature: Deadly Sleven													
Printed Name: Bradley Blevins						Approved by District Supervisor Miles Brownia							
Title: HS	E Specialis	st .				Approval Da	te: 3/3/11	/	Expiration	Date:			
		ley.blevins@	nchk oan	·									
n-mail Addi	ess: Diau	icy.Dievins@	SCHE COH	1		Conditions of Approval:							
Date: 2/18	3/11		Phone	: <u>575-391-14</u> 6	2	Remediation per OCD Rules &							
		ets If Neces	sary		Guidelines. SUBMIT REMEDIATION								
						PROPOS/	AL NOT LATER	-THAI	N:	UK	P-6	1/	
							4/3/,	//					
									-				