

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

30-015-35176

Release Notification and Corrective Action

CHESAPEAKE OPERATING, INC. 1108949578 47174 OPERATOR ☒ Initial Report ☐ Final Report

Name of Company	CHESAPEAKE OPERATING, INC.	Contact	BRADLEY BLEVINS
Address	P. O. BOX 190 HOBBS, NM 88241	Telephone No.	575-391-1462
Facility Name	Greenwood Pre-Grayburg Unit #24	Facility Type	Oil Well
Surface Owner	Mineral Owner	Lease No.	

LOCATION OF RELEASE API #30-015-35176

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	27	18S	31E	1980	NORTH	1980	WEST	EDDY

Latitude 32.72026 Longitude 103.85514

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	157 BBLS	Volume Recovered	80 BBLS
Source of Release	Lightening strike, water tank destroyed	Date and Hour of Occurrence	5/31/09 11:30 P.M.	Date and Hour of Discovery	6/1/09 11:30 A.M.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?	Cliff Brunson of BBC Intl.	Mike Bratcher			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Date and Hour 6/1/09 4:00 PM			
		If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Lightning struck produced water tank causing it to rupture and burn. Produced water was released primarily into lined containment area. Remediation efforts will begin immediately.

Describe Area Affected and Cleanup Action Taken.*

157 BBLS of fluid was lost. 80 bbls of fluid were recovered.. Immediate remedial operations were commenced by removing the tanks in the battery so soil removal could commence. Soil removal will be done and remedial actions and test results will be furnished with the final C-141.

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.

OIL CONSERVATION DIVISION

Signature: <u>Curtis Blake</u>	SIGNED BY: <u>Mike Bratcher</u>	
Printed Name: Curtis Blake	Approved by District Supervisor:	
Title: Production Supt.	Approval Date: <u>3/30/11</u>	Expiration Date:
E-mail Address: cblake@chkenenergy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 6/3/09 Phone: 575-391-1462	REMEDIAL ACTION per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: <u>4/30/11</u>	

* Attach Additional Sheets If Necessary

2RP-673