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 Revised October 10, 2003 Submit 2 Copies to appropriate

Form C-141

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action #30-045-28166 **OPERATOR** Initial Report Final Report Name of Company: Red Willow Production Company Contact: Jacob Harter Address: P.O. Box 369, Ignacio CO 81137 Telephone No. (970)-563-5285 Facility Name: Susco #3 Facility Type: Fruitland Coal Gas Well Mineral Owner: Federal Surface Owner: Federal Lease No. NM-633200 LOCATION OF RELEASE Unit Letter Feet from the North/South Line Feet from the East/West Line County Section Township Range SAN JUAN 26 N 12W Latitude Longitude NATURE OF RELEASE Volume Recovered: approx. 31 bbls Type of Release: Produced Water Volume of Release: 31 bbls Source of Release: Production Tank Date and Hour of Occurrence: Date and Hour of Discovery: 1/2/09 at 1/2/09 13:00 If YES, To Whom? Was Immediate Notice Given? ☐ Yes 🗓 No 🗌 Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes No If a Watercourse was Impacted, Describe Fully.* No watercourse was impacted. Describe Cause of Problem and Remedial Action Taken.* A tank valve froze and broke, causing the produced water production tank to empty into the secondary containment bermed area. The well was immediately shut in and the tank valve was replaced. Describe Area Affected and Cleanup Action Taken.* All produced water was contained within the secondary containment bermed area. A "vac" truck was call in to remove the accumulated produced water. Nearly all produced water was recovered. 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: Approved by District Supervisor: Baldu For: Charlie Printed Name: Jacob Harter Approval Date: 1/12/09 Title: Environmental Technician Expiration Date: Conditions of Approval: E-mail Address: jharter@rwpc.us Attached

Phone: (970)-563-5285