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

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 abmit 2 Copies to appropriate

Form C-141

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

1220 S. St. Francis Dr., Santa Fe, NM 87505 **Release Notification and Corrective Action** API# 30-043-20950 **OPERATOR** Final Report Name of Company: High Plains Operating Company, LLC Contact: Butch Butler, a.k.a. Arthur W. Butler III Address: 32700 Aspen Drive, Buena Vista, CO 81211 Telephone No.: 719-395-8059 (Office) 719-207-0164 (Cell) Facility Name: Eagle Springs Surface Facilities Facility Type: Separator of Federal #2m Surface Owner: BLM Mineral Owner: BLM Lease No.: NMINM 99705 LOCATION OF RELEASE Unit Letter Feet from the North/South Line Feet from the East/West Line Section Township County Range SANDOVAL B 19N 4W 330 North 2,275 East Latitude: 35,89819 N (NAD83) Longitude: 107,28084 W (NAD83) **NATURE OF RELEASE** Type of Release: Oil Volume of Release: Est. 20+ Volume Recovered: 13 bbls bbls Date and Hour of Occurrence: Source of Release: Oil/water separator Date and Hour of Discovery: 6/12/09 at Sometime between 2:00 PM on 11:30 AM 6/11/09 & 11:30 AM on 6/12/09 Was Immediate Notice Given? If YES, To Whom? Talked with Brandon Powell of NMOCD. Left messages with Jim Lovato, Steve Mason & Wanda Weatherford, all with the BLM. Date and Hour: June 12, 2009 at about 1:00 PM By Whom? Butch Butler If YES, Volume Impacting the Watercourse. RCVD JUN 22 '09 Was a Watercourse Reached? ☐ Yes ☒ No OIL CONS. DIV. If a Watercourse was Impacted, Describe Fully.* DIST. 3 Describe Cause of Problem and Remedial Action Taken.* IT APPEARS THE OIL DUMP ON THE SEPARATOR JAMMED IN THE CLOSED POSITION. PRESSURE BUILT UP IN THE SEPARATOR AND THE PRESSURE RELEASE VALVE ON THE TOP OF THE VESSEL OPENED AND THE OIL SPILLED FROM THIS RELEASE VALVE. WILL INSTALL MURPHY GUAGE TO SHUT-OFF PUMP ON HIGH PRESSURE IN SEPARATOR. CONSTRUCTED BERM AROUND SEPARATOR. Describe Area Affected and Cleanup Action Taken.* MOST OF THE RELEASED OIL POOLED IN THE SKID UNDER THE SEPARATOR. SOME RAN OUT ON GROUND AROUND SEPARATOR. THE HIGH POUR POINT OF THIS ENTRADA CRUDE CAUSES THE OIL TO SET UP OUTSIDE OF THE HEATED SEPARATOR VESSEL, REDUCING MOVEMENT OF THE CRUDE AND SEEPAGE INTO THE GROUND. USED VACUUM TRUCK TO PICK-UP AS MUCH OIL AS POSSIBLE, THEN REMOVED 50 YARDS OF DIRT AND HAULED TO T-n-T LANDFARM. 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: Frank Sell For: Charlie Printed Name: Arthur W. Butler III Approval Date: **Expiration Date:** Title: Manager, High Plains Operating Company, LLC

Conditions of Approval:

* Attach Additional Sheets If Necessary

Date: June 18, 2009

E-mail Address: bbutler@highplainsop.com

Phone: 719-395-8059

Incident # n Rn100925235146

Attached [