

District I  
1625 N French Dr, Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Oil Conservation Division  
2040 South Pacheco  
Santa Fe, NM 87505

Form C-141

Revised March 17, 1999

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

Release Notification and Corrective Action

30 045 22097

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Playa Minerals & Energy, Inc.	Contact Ken Jackson
Address 650 N. Sam Houston Pkwy. E. Suite 500 Houston, Texas 77060	Telephone No. (281) 931-3800
Facility Name Horseshoe Gallup Unit #297	Facility Type Oil Lease

Surface Owner Navajo Nation	Mineral Owner Federal	Lease No.
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LOCATION OF RELEASE

Unit Letter I	Section 4	Township 30N	Range 16W	Feet from the 1530' 2450'	North/South Line South	Feet from the 1250'	East/West Line East	County San Juan
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NATURE OF RELEASE

Type of Release Oil & Water	Volume of Release 37 BBls (3 bbls oil 34 bbls water)	Volume Recovered 0
Source of Release Flowline rupture due to freezing	Date and Hour of Occurrence 02/26/02 Early morning	Date and Hour of Discovery 02/26/02 12:00 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Spill discovered by NMOCD personnel - Bruce Martin	
By Whom? Bruce Martin	Date and Hour 02/26/02	
Was a Watercourse Reached? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse 11 BBls	

If a Watercourse was Impacted, Describe Fully.\*  
Part of release ran into a ditch covering an area 75' X 8' X 3"

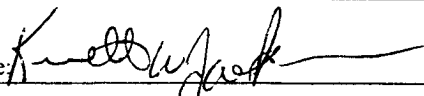
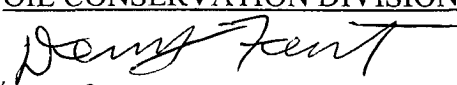
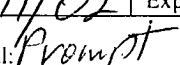
Describe Cause of Problem and Remedial Action Taken.\*  
Flowline froze due to low temperatures causing line to break

Line clamped and area of contamination will be excavated.

Describe Area Affected and Cleanup Action Taken.\*  
The Area affected covers 250' X 1' X 11/2' and into a ditch covering an area 75' X 8' X 3".

The affected area will be cleaned up by removing the affected soil to a staging area and then the soil will be transported to an approved land farm.

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: Kenneth W. Jackson	Approved by  District Supervisor for Frank Chavez	
Title: Regulatory Compliance	Approval Date: 03/11/02	Expiration Date:
Date: 03/01/02	Phone: (281) 931-3800	Conditions of Approval: Prompt Remedial Action 
		Attached <input type="checkbox"/>

\* Attach Additional Sheets If Necessary

NRMD1002629650