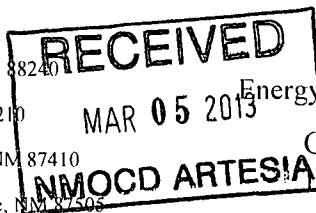


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505



State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

JM 1306453884

Bluestem Energy Holdings, LLC	286989	OPERATOR	<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
400 W. Illinois #900 Midland, TX 79701		Jim Mason		
Flint #2		432-685-0134		
		Oil well		

Estate of JW Gissler	Mineral Owner	API No. 30-015-21559
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	25	19S	25E	660'	South	2310'	West	Eddy

Latitude 324803.23 N Longitude 1042609.80 W

NATURE OF RELEASE

Type of Release	Oil and Produced Water	Estimate	5 bbl Oil & 4 bbl water	Volume Recovered	Not recoverable
Source of Release	wellhead valve open	2-24-13	approx 1:30 pm	2-24-13	approx 4:45 pm
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Randy Dade Artesia OCD		
By Whom?	Jim Mason	2-24-13	approx 4:45 pm		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* valve left open by lease operator - area being evaluated by Safety Environmental Solutions in Hobbs, NM - will follow up with a work plan
--

Describe Area Affected and Cleanup Action Taken.*

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:	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Jim Mason	Approved by Environmental Specialist	Signed By
Title: Operations Manager	MAR 05 2013	Approval Date: Expiration Date:
E-mail Address: jmason@bluestemenergy.com	Conditions of Approval: Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION	Attached <input type="checkbox"/>
Date: 2-25-13 Phone: 432-685-0134 or 432-770-8322	PROPOSAL NO LATER THAN: <u>April 5, 2013</u>	

* Attach Additional Sheets If Necessary

2RP-1574