RECEIVED District I 1625 N. French Dr., Hobbs, NM 88249UL 23 2013 State of New Mexico Form C-141 Energy Minerals and Natural Resources Revised August 8, 2011 OCD ARTESIA 811 S. First St., Artesia, NM 88210 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC. District III Oil Conservation Division 1000 Rio Brazos Road, Aztes 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe. NM 87505 Release Notification and Corrective Action 20654769 OPERATOR ☐ Initial Report Final Report 277558 Name of Company Lime Rock Resources Contact Michael Barrett Address 1111 Bagby Street Suite 4600, Houston, TX 77002 Telephone No. 575-623-8424 Facility Name ASAU Injection Line Facility Type Flow Line Surface Owner Private Mineral Owner State API No. LOCATION OF RELEASE Unit Letter Section Township Feet from the North/South Line Range Feet from the East/West Line County K Eddy Latitude 32.75924 Longitude -104.35247 NATURE OF RELEASE Type of Release Produced Water Volume of Release 12 bbls Volume Recovered 0 Source of Release Flowline Leak Date and Hour of Occurrence Date and Hour of Discovery 7/17/2013 @ 8:00 am Unknown Was Immediate Notice Given? If YES, To Whom? ☐ 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.\* Describe Cause of Problem and Remedial Action Taken.\* An injection flowline running under an alfalfa field leaked causing a release of approximately 12bbls of produced water. Talon/LPE was contacted to do an initial site assessment and contain the fluid. Talon personnel collected soil samples and constructed berms to contain the remaining fluid. Describe Area Affected and Cleanup Action Taken.\* The impacted area measured approximately 74 x 94 feet at its widest point and had a 24 foot wide flow path that stretched approximately 85 feet south of the main pooling area. Talon will draft a remediation work plan and begin remedial activities upon its approval. 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 Environmental Specialist By Printed Name: Michael Barrett Approval Dalel 2 5 2013 Title: Production Supervisor **Expiration Date:** E-mail Address: mbarrett@limerockresources.com Conditions of Approval: Attached Remediation per OCD Rule & 1-23-13 Phone: 575-628-8424 **Guidelines. SUBMIT REMEDIATION** Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:

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