

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

APR 03 2014

Form C-141  
Revised August 8, 2011

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

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

**Release Notification and Corrective Action**

**OPERATOR**

Initial Report  Final Report

Name of Company	Quantum Resources	Contact	Dee Fryar
Address	4000 N. Big Spring, Suite 305, Midland, TX 79705	Telephone No.	(432) 683-1500
Facility Name	M State Central Tank Battery	Facility Type	Battery
Surface Owner	State	Mineral Owner	API No. 30-025-38961

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	30	22S	37E	594	FNL	1119	FEL	Lea

Latitude 32.368300 Longitude -103.197300

**NATURE OF RELEASE**

Type of Release	Produced water and oil	Volume of Release	135 bbls water/5 bbls oil	Volume Recovered	116 bbls water/4 bbls oil
Source of Release	Water tank	Date and Hour of Occurrence	3/19/14 2:00 am	Date and Hour of Discovery	3/19/14 2:00 am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	NMOCD District I		
By Whom?	Dee Fryar	Date and Hour	3/19/14 3:55 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.\*  
*GW @ 90'*

Describe Cause of Problem and Remedial Action Taken.\*  
An electrical malfunction caused the alarms not to work and the pump not to turn on which ran the water tank over.

Describe Area Affected and Cleanup Action Taken.\*  
The release affected 21,941 sq ft of battery pad, lease pad, lease road and pasture land. A total of 8,161 sq ft of the release has been scraped down 6 inches to remove the wet soil. The site was sampled on 3/25/14 and the samples were taken to a commercial laboratory for analysis. Once the labs have been received, a path forward will be determined to remediate the release. The site will be remediated to NMOCD standards.

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:	<i>Dee Fryar</i>	<b>OIL CONSERVATION DIVISION</b> <i>Dee Fryar</i> Environmental Specialist	
Printed Name:	Dee Fryar	Approved by Environmental Specialist	
Title:	Permian EH&S Coordinator	Approval Date:	4/3/14
E-mail Address:	dfryar@qracq.com	Expiration Date:	6/3/14
Date:	3-21-14	Conditions of Approval:	SUBMIT FINAL C-141 BY 6/3/14
Phone:	(432) 683-1500	Attached	<input type="checkbox"/>
		IRP-04-14-3024	

\* Attach Additional Sheets If Necessary

**JUL 09 2014**

*ogrid 293874  
PTO 1418 952792*