

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

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  
accordance with 19.15.29 NMAC.

**Release Notification and Corrective Action**

*NAB142124-0032*

**OPERATOR**       Initial Report     Final Report

Name of Company    Capstone Natural Resources LLC <i>289372</i>		Contact    Darren Seglem	
Address    2250 E. 73 <sup>rd</sup> St. Suite 500, Tulsa, OK 74136		Telephone No.    918-236-3800	
Facility Name    Lea C Federal #15		Facility Type    Well	
Surface Owner    Federal	Mineral Owner    Federal	API No.    30-015-20706	

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	11	17S	31E	1980	North	660	East	Eddy Co.

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

Type of Release    Flow Line Leak	Volume of Release < 1 BO	Volume Recovered    Zero
Source of Release    Flow Line	Date and Hour of Occurrence 6/20/14 12:00 p.m.	Date and Hour of Discovery 6/20/14 12:00 p.m.
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom?    N/A	Date and Hour    N/A	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

If a Watercourse was Impacted, Describe Fully.\*  
  
N/A

Describe Cause of Problem and Remedial Action Taken.\*  
Hot oiling flow line. Hot oiler noticed leak and shut down. Less than one barrel of oil spilled.

**NM OIL CONSERVATION**  
ARTESIA DISTRICT  
JUL 14 2014

Describe Area Affected and Cleanup Action Taken.\*  
Soil in affected area removed and replaced with clean soil. Soil was hauled off to Lea Land Facility.

**RECEIVED**

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>Debbie McKelvey</i>		<b>OIL CONSERVATION DIVISION</b>	
Printed Name:    Debbie McKelvey		Approved by Environmental Specialist: <i>[Signature]</i>	
Title:    Agent		Approval Date: <i>7/31/14</i>	Expiration Date: <i>N/A</i>
E-mail Address:    debmckelvey@earthlink.net		Conditions of Approval:	
Date:    7/11/14      Phone: 575-392-3575		<i>Final</i>	
		Attached <input type="checkbox"/>	

\* Attach Additional Sheets If Necessary

**C-141 FILED WITH OCD AND BLM**

*2RP-2408*