

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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
1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED
OCT 03 2013
NMOCD ARTESIA

Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

OPERATOR

Initial Report

X Final Report

| | | | |
|-----------------|--|---------------|-------------------|
| Name of Company | BOPCO, LP | Contact | Tony Savoie |
| Address | 522 W. Mermod, Suite 704, Carlsbad, NM 88220 | Telephone No. | (432)556-8730 |
| Facility Name | Indian Flats Bass Federal #1 SWD | Facility Type | E&P |
| Surface Owner | Federal | Mineral Owner | Federal |
| | | Lease No. | API #30-015-24968 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| J | 35 | 21S | 28E | | | | | Eddy |

Latitude 32.433905° North

Longitude 104.055425° West

NATURE OF RELEASE

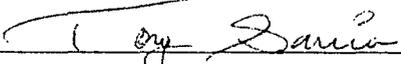
| | | | | | |
|-----------------------------|-----------------------------------|---|---------------------------|----------------------------|--------------------|
| Type of Release | Produced water | Volume of Release | 80 bbls of produced water | Volume Recovered | 70 bbls |
| Source of Release | A salt water transfer pump | Date and Hour of Occurrence | 11/27/12 time unknown | Date and Hour of Discovery | 11/27/12 1:00 p.m. |
| Was Immediate Notice Given? | X Yes No Not Required | If YES, To Whom? | NMOCD Emergency #104 | | |
| By Whom? | Tony Savoie | Date and Hour | 11/27/12 2:30 p.m. | | |
| Was a Watercourse Reached? | <input type="checkbox"/> Yes X No | If YES, Volume Impacting the Watercourse. | | | |

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* A back pressure valve broke on the pump. Water was sprayed outside the containment area on the caliche pad and road to the facility. The valve was replaced.

Describe Area Affected and Cleanup Action Taken.* The released fluid affected an approximately 4,500 sq. ft. area around the pump, lease road, and caliche well pad. A vacuum truck was utilized to remove all of the free-standing liquid. The spill covered the same area as spills reported on 2/8/12, 5/23/12, and 5/25/12. Following initial response activities, the releases were remediated as per NMOCD recommended guidelines. Please reference the attached Remediation Summary & Risk-Based Site Closure Request for remediation details.

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: | Tony Savoie | Approved by District Supervisor: |  |
| Title: | | Approval Date: | 8/14/14 |
| E-mail Address: | | Expiration Date: | NA |
| Date: | 10/3/13 | Conditions of Approval: | Final |
| Phone: | | | |

2RP-1457