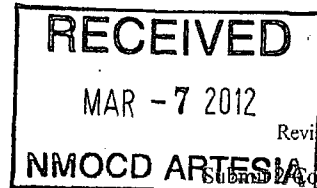


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



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 ☒ Final Report

Name of Company	Chesapeake Operating, Inc.	Contact	Bradley Blevins
Address	P.O. Box 190 Hobbs, NM 88241	Telephone No.	575-391-1462
Facility Name	Benson Shugart WFU #2 CTB	Facility Type	Tank Battery

Surface Owner	Mineral Owner	Lease No.	API# 30-015-20528
---------------	---------------	-----------	-------------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	26	18S	30E	2310'	S	330'	W	Eddy

Latitude 32.71555 Longitude 103.93542

NATURE OF RELEASE

Type of Release	Water	Volume of Release	439 bbls	Volume Recovered	0 bbls
Source of Release	Corrosion of transition on injection line	Date and Hour of Occurrence	12/08/2011 @ 9:00 a.m.	Date and Hour of Discovery	
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher, OCD		
By Whom?	Bradley Blevins	Date and Hour	12/08/2011 @ 9:30 a.m.		
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.*

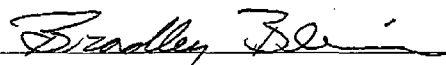
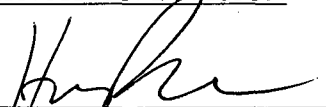
The transition corrosion on an injection line caused 439 bbls of water to leak onto the ground. 0 bbls were recovered. Sampling will be performed and remediation will be completed according to OCD guidelines.

Describe Area Affected and Cleanup Action Taken.*

439 bbls of water were lost. The contaminated soil was excavated and the site was backfilled with clean soil. Sampling was performed and the results were provided to the OCD. OCD remediation approval was granted on 01/13/2012.

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 District Supervisor: 	
Printed Name: Bradley Blevins	Approval Date: <u>7/20/15</u>	Expiration Date: <u>N/A</u>
Title: HSE Specialist	Conditions of Approval: <u>Final</u>	Attached <input type="checkbox"/>
E-mail Address: Bradley.Blevins@chk.com		
Date: <u>3-5-2012</u> Phone: 575-391-1462		

* Attach Additional Sheets If Necessary

2RP-1531