

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	XOG OPERATING, LLC	Contact	Nick Hood
Address	P. O. Box 352, Midland, Tx 79702	Telephone No.	432-683-3171
Facility Name	Skelly Q State Battery	Facility Type	Oil & Gas Battery
Surface Owner	City of Lovington	Mineral Owner	State of New Mexico
		Lease No.	BO 7845 0007

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
0	36	16S	36E					Lea

Latitude 32-52-20N Longitude 103-18-08.7W

**NATURE OF RELEASE**

Type of Release	Oil and Water	Volume of Release	15-20 Bbls	Volume Recovered	8-9 Bbls
Source of Release	Tank Overflow	Date and Hour of Occurrence	Date and Hour of Discovery		
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required				
By Whom?	If YES, To Whom? Occurance & Discovery 3:00PM, 1/21/07 Gary Wink @ OCD called by another operator.				
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
If YES, Volume Impacting the Watercourse.					

Received  
Hobbs  
OCD

**Describe Cause of Problem and Remedial Action Taken.\***

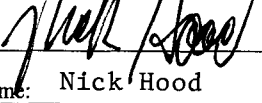
Valve froze on FWKO Dump causing tank overflow.  
Move in Backhoe and contain spill. Vacuum up fluids.  
See attachment for remedial plan.

**Describe Area Affected and Cleanup Action Taken.\***

Surface mostly frozen due to winter storm causing spill to run and not saturate extensively. Area affected is E. inside facility fence, South and across road 250' x 25'. West under fence into pasture 75' x 75' and North into pasture 25' x 100'.

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: Nick Hood	Approval Date:		
Title: Engineer	Expiration Date:		
E-mail Address: nhood@xogoperating.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date: 1/22/07	Phone: 432-683-3171		

\* Attach Additional Sheets If Necessary

Facility - FPAC 0712949557  
Incident - n PAC 0712949646  
Application - p PAC 0712950004

RP # 1184

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### Release Notification and Corrective Action

#### OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	XOG Operating	Contact	Nick Hoot
Address	Box 352 Midland TX 79702	Telephone No.	1-888-683-3174
Facility Name	Skelly Q St Com Batt	Facility Type	Batt
Surface Owner	?	Mineral Owner	APL
		Lease No.	N/A

#### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
SW SE	36	16S	36					Lea

Latitude ~62' Longitude \_\_\_\_\_

#### NATURE OF RELEASE

Type of Release	oil / water	Volume of Release	10	Volume Recovered	5
Source of Release	Spill At Batt	Date and Hour of Occurrence	1-21-07	Date and Hour of Discovery	1-21-07 2:00
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Jerry White		
By Whom?	Date and Hour 1-21-07 2:20				
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.\*

Water leg malfunction  
Water leg ~~knock out~~ knock out vac truck called  
Describe Area Affected and Cleanup Action Taken.\*

Batt location & little in Clibber Road Called Arizona Environmental to clean up

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: John T. Long	Approved by District Supervisor: <u>Enrique Enge</u>		
Title: <u>Inspector</u>	Approval Date: 2-2-07	Expiration Date: 4-2-07	
E-mail Address: n/a	Conditions of Approval:		Attached <input type="checkbox"/>
Date: 1-22-07	Phone: 505-441-3344 (1) NEED AREA DIRECTOR		

\* Attach Additional Sheets If Necessary

RPT# 7184

XOG OPERATING, LLC  
SKELLY Q STATE BATTERY  
CLEANUP PLAN FOR SPILL 1/21/07  
(Attached to Form C-141 dated 1/22/07)

1. Pick up affected soil and take to Sundance Disposal at Eunice, NM.
2. Take samples to verify remaining soil is within regulatory guidelines.
3. Back fill with clean material.

We have contracted Phoenix Environmental to complete the cleanup and sampling.  
Pat Wise, Manager for the City of Lovington has been notified and will receive copies of correspondence.

