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 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

Revised October 10, 2003 Submit 2 Copies to appropriate District Office in accordance

Form C-141

with Rule 116 on back side of form

Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company - J Cleo Thompson Contact - Jim Stevens Address – P O Box 12577 Odessa, TX 79768 Telephone No. -432-550-8887 Facility Name - Milnesand Unit #519 Facility Type - Flowline Lease No. 30. 041. 10160 Mineral Owner Surface Owner - Private **LOCATION OF RELEASE** Feet from the North/South Line Feet from the East/West Line Unit Letter Section Township Range County 34E 1980 **FSL** 660 FEL Roosevelt 25 **8S** I Latitude Longitude **NATURE OF RELEASE** Volume of Release - Unknown Volume Recovered - None Type of Release - Oil Source of Release - Flowline Date and Hour of Occurrence? Date and Hour of Discovery 4-23-07 AM Was Immediate Notice Given? If YES, To Whom? Hobbs OCD 213 14 15 16 17 18 19 20 By Whom? John Hughes - Foreman Date and Hour 4-23-07 PM If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? ☐ Yes ☒ No 89107 If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* Flowline leaked at the pad of the Milnesand Unit #203 next to the Sandoned well made MSU #203 is located at UL 'H' Sec.25 T8S R34E. Elke Environmental was called to look at spill and will have equipment of the top perfect the spill within a week. GW is greater than 100' Describe Area Affected and Cleanup Action Taken.* Area affected is 60' x 90' surface oil stain. Area is NOT used for cattle. Elke Environmental will delineate the spill and remediate according to NMOCD guidelines. A closure report will be submitted at the end of the job. 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 law and/or regulations. **OIL CONSERVATION DIVISION** Signature: ENVIRO ENGR Approved by District Supervisor: Printed Name: Logan Anderson Title: Consultant Approval Date: 5.16.07 Expiration Date: 7.16.07 E-mail Address: la elkeenv@yahoo.com Conditions of Approval: Attached

mident-n PACO714248257 application=pPACO714248310 Attach Additional Sheets If Necessary

Phone: 432-366-0043

Date: 4-24-07

1RP. 1340