

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	Celero Energy	Contact	Don Hale
Address	400 W. Illinois Midland, Texas 79705	Telephone No.	432-556-9225
Facility Name	Zimmerman #2	Facility Type	oil

Surface Owner	Patrick Sims	Mineral Owner	State of N.M.	Lease No.	3000501102
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
p	20	14S	31E	990	S	330	E	Chaves

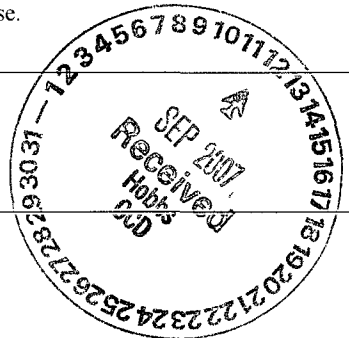
Latitude _____ Longitude _____

NATURE OF RELEASE

API# 30005011020000

Type of Release	oil	Volume of Release	1 bbls	Volume Recovered	0 bbls
Source of Release	well head	Date and Hour of Occurrence	8-27-07	Date and Hour of Discovery	9 am
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required				
By Whom?	If YES, To Whom?				
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
Date and Hour					
Volume Impacting the Watercourse.					

If a Watercourse was Impacted, Describe Fully.*
Describe Cause of Problem and Remedial Action Taken.* Casing valve was bad. Replaced valve. Cleaned up area around spill.
Describe Area Affected and Cleanup Action Taken.* A 30' x 10' area was affected by oil around the well head.



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>Don Hale</i>	OIL CONSERVATION DIVISION	
Printed Name: Don Hale	Approved by District Supervisor: <i>[Signature]</i>	
Title: Production Superintendent	Approval Date: 9.13.07	Expiration Date: 11.13.07
E-mail Address:	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 10-10-07	SUBMIT FINAL C-141	
Phone: 432-556-9225	w/ DOCUMENTATION BY <i>[Signature]</i>	

* Attach Additional Sheets If Necessary

RP# 1558