

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: Rice Operating Company	Contact:
Address: 122 West Taylor	Telephone No.: 505-393-9174
Facility Name: BD	Facility Type: Salt Water Gathering System
Surface Owner: Millard Deck	Mineral Owner:
Lease No.: 30-025-06686-00-00 (CHEVRON CL HARDY)	

LOCATION OF RELEASE

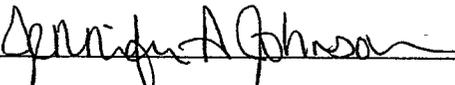
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	20	21S	37E					

Latitude: 32*27.658N Longitude: 103*11.209W

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: 38 bbls	Volume Recovered: 0 bbls
Source of Release: Pipeline	Date and Hour of Occurrence: 1/18/06	Date and Hour of Discovery: 1/18/06 7:30am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Left Paul Sheeley a message.	
By Whom? Jennifer Johnson	Date and Hour: 1/18/06 4:40 pm	
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.* Gasket failed, replaced with a new one.		
Describe Area Affected and Cleanup Action Taken.* Approximately 2550 sq ft affected. Delineation results and work plan to follow. Groundwater is approximately 99 ft bgs.		

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: Jennifer Johnson	Approved by District Supervisor: 	
Title: Environmental and Field Technician	Approval Date: 7/14/08	Expiration Date: 7/14/08
E-mail Address: jjriceswd@valornet.com	Conditions of Approval:	
Date: 1/23/06 Phone: 505-393-9174	Attached <input type="checkbox"/> WRP# 1922	

* Attach Additional Sheets If Necessary