

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	Torch Energy Services, Inc.	Contact	Melanie Reyes
Address	2600 W. I-20, Odessa, TX 79763	Telephone No.	(432) 580-8500
Facility Name	Cooper Jal Unit- Test Satellite #2	Facility Type	Oil Production Test Site

Surface Owner	RRR Ranch	Mineral Owner	Cooper Jal Unit	Lease No.	302966
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LOCATION OF RELEASE

API# 30-025-09637-00-00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	24	24S	36E	1695	North	990	East	Lea

Latitude 32.205403 Longitude 103.213538

NATURE OF RELEASE

Type of Release	Salt Water with 5% Oil Cut	Volume of Release	230 Barrels	Volume Recovered	230 Barrels
Source of Release	Tank Overflow	Date and Hour of Occurrence	9/9/08 5:00 AM	Date and Hour of Discovery	9/9/08 7:00 AM
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	To the NMOCD in Hobbs, NM		
By Whom?	Randy McAnally	Date and Hour	9/9/08 10:00 AM		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	NA		

If a Watercourse was Impacted, Describe Fully.*

NA

Describe Cause of Problem and Remedial Action Taken.*

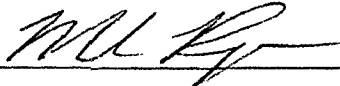

The salt water overflowed the Test Satellite Tank and ran down a lease road. No pasture was affected.

SITE TO BE DELINEATED TO 'CLEAN' + ONE

Describe Area Affected and Cleanup Action Taken.*

The salt water was picked up by a vacuum truck from the lease road.

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: Melanie Reyes	Approved by District Supervisor ENVIRONMENTAL ENGINEER	
Title: Engineer Assistant	Approval Date: 9.22.08	Expiration Date: 11.21.08
E-mail Address: reyesm@odessa.teai.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 9/17/08 Phone: (432) 580-8500	SUBMIT FINAL C-141 w/DOCS IRP# 1955	

* Attach Additional Sheets If Necessary

BY 11.21.08