

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	CHESAPEAKE OPERATING, INC.	Contact	BRADLEY BLEVINS
Address	P. O. BOX 190 HOBBS, NM 88241	Telephone No.	505-391-1462
Facility Name	SV Big Bertha No. 1	Facility Type	Tank Battery

Surface Owner	PRIVATE	Mineral Owner		Lease No.	
---------------	---------	---------------	--	-----------	--

LOCATION OF RELEASE API #30-025-33883

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	11	16S	36E	2081	NORTH	1870	WEST	LEA

Latitude _____ Longitude _____ API # 30-025-33883-00-00

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	500 BBLS	Volume Recovered	315 BBLS
Source of Release	Lightning strike on battery. 3 tanks destroyed and burned.	Date and Hour of Occurrence	5/31/09 7:00 P.M.	Date and Hour of Discovery	5/31/09 7:00 P.M.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mark Whitaker		
By Whom?	Bradley Blevins	Date and Hour	5/31/09 8:20 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.*

WATER @ 70'

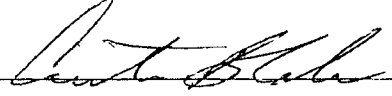
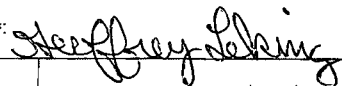
Describe Cause of Problem and Remedial Action Taken.*

Lightning struck produced water tanks causing them to rupture and burn. Produced water was released into lined containment area and surrounding pasture. Vacuum trucks were used to recover fluids. Remediation efforts will begin immediately.

Describe Area Affected and Cleanup Action Taken.*

500 BBLS of fluid was lost. 315 bbls of fluid were recovered.. Immediate remedial operations were commenced by removing the tanks in the battery so soil removal could commence. Soil removal will be done and remedial actions and test results will be furnished with the final C-141.

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: Curtis Blake		Approved by District Supervisor: 	
Title: Production Supt.		Approval Date: 06/12/09	Expiration Date: 08/10/09
E-mail Address: cblake@chkenergy.com		Conditions of Approval: SUBMIT FINAL C-141 BY 08/10/09	Attached <input type="checkbox"/>
Date: 6/3/09	Phone: 575-391-1462	IRP-09-6-2205	

* Attach Additional Sheets If Necessary

FGRL0916334454