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

State of New Mexico **Energy Minerals and Natural Resources**

Oil Conservation Division 1220 South St. Francis Dr.

RECEIVED

Form C-141 Revised October 10, 2003

HOBBSOCD

AUG 17 2009 Submit 2 Copies to appropriate
District Office in accordance with Rule 116 on back side of form

1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** X Initial Report **Final Report** Name of Company Forest Oil Corporation Contact Rick Rickman Address 3504 NW County Road, Hobbs, NM 88240 Telephone No. 575 392 9797 Facility Name CMU #201 Facility Type Producing Well Mineral Owner Lease No. 30-025-24810 Surface Owner State LOCATION OF RELEASE Section Township Range Feet from the North/South Line Feet from the East/West Line County Unit Letter 32E 24 17**S** M Longitude Latitude NATURE OF RELEASE Type of Release Petroleum Hydrocarbons Volume of Release 3 Volume Recovered 3 Source of Release Wellhead (Stuffing Box) Date and Hour of Occurrence Date and Hour of Discovery 3Aug09 3Aug09 Was Immediate Notice Given? If YES, To Whom? Yes X No Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes X No If a Watercourse was Impacted, Describe Fully.* N/A WATER 9152 Describe Cause of Problem and Remedial Action Taken.* Packing blew out of stuffing box causing oil to be released for well head. The release was contained on the location except for one area 25'L x 10"W that ran off the location into the edge of the pasture. The affected areas on the location are two spots extending from the wellhead (79'L x 4'W and 75'L X 3'W). A back-hoe will be used to excavate the small amount from the edge of the pasture and then the affected area on the location will be scraped/excavated down to clean caliche. Once clean, fresh material will be used to repair the location. Soil samples were obtained from three different spots and field tested for chlorides. See attached drawing for affected area and sample points. Describe Area Affected and Cleanup Action Taken.* 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. OIL CONSERVATION DIVISION Signature: ENV ENGINEER: Approved by District Supervisor: Printed Name: Rick Rickman Title: HSE Approval Date: 08/11/09 Expiration Date: 10/11 E-mail Address: rdrickman@forestoil.com Conditions of Approval: DELINEARE TO CLEAN

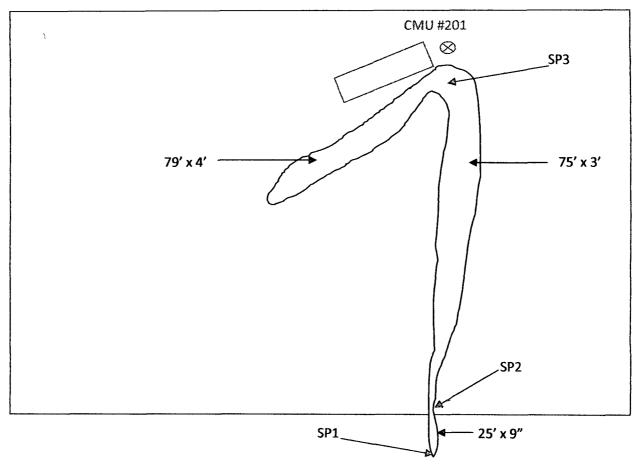
Phone: 575 392 9797

Date: 10Aug09

TI. EXCAUNTE AND COLLECT CONFIRMA TION SAMPLES. SUBMIT FINAL

Attached [





Field Test Results

SP1 Surface 31ppm **SP1** 2'BGC 31ppm

SP2 Surface 3654ppm

SP3 Surface 1253ppm

Note: Drawing is not to Scale