

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

RECEIVED

DEC 30 2009

HOBBSSOCD

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 BP America Production Company | Contact Lloyd May |
| Address PO Box 1089, Eunice, NM 88231 | Telephone No. 575-394-1600 |
| Facility Name Sunflower State 28-1 | Facility Type Battery |

| | | |
|----------------------------|----------------------------|-----------------------------------|
| Surface Owner State | Mineral Owner State | Lease No. API # 3002536695 |
|----------------------------|----------------------------|-----------------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------------------|----------------------|------------------------|---------------------|------------------------------|----------------------------------|-----------------------------|-------------------------------|----------------------|
| Unit Letter I | Section 28 | Township 17S | Range 34E | Feet from the 1460 | North/South Line South | Feet from the 660 | East/West Line East | County Lea |
|-------------------------|----------------------|------------------------|---------------------|------------------------------|----------------------------------|-----------------------------|-------------------------------|----------------------|

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release Produced Water, Oil | Volume of Release 14.9 bbl water; 0.1 bbl oil | Volume Recovered 14 bbl water; 0.1 bbl oil |
| Source of Release BS&W line on produced water tank | Date and Hour of Occurrence 12/27/09 9:00 am | Date and Hour of Discovery 12/27/09 13:45 |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour | |
| 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.*

N/A

Describe Cause of Problem and Remedial Action Taken.*

3" Victaulic tee froze & split on BS&W line, BS&W valve on H2O tank had been left open which drained 14.9 bbls of fluid to lined containment. Picked up 14 bbls H2O and 0.1bbl oil with vacuum truck. Closed all tank BS&W valves to isolate BS&W line.

Describe Area Affected and Cleanup Action Taken.*

All fluid released was contained within the lined containment around the tank. Fluid was picked up by vacuum truck.

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>Lloyd May</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Lloyd May | Approved by ENV ENGINEER: District Supervisor: <i>Jeffrey Leasing</i> | |
| Title: Operations Specialist & Team Leader Relief for SENM | Approval Date: 01/08/10 | Expiration Date: |
| E-mail Address: mayl4@bp.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 12/29/2009 | Phone: 575-394-1608 | IRP- 10-1-2386 |

* Attach Additional Sheets If Necessary

FGRL 1000836206