

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

JAN 19 2010

HOBBSDCD

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	PRIDE ENERGY COMPANY	Contact	MATTHEW L. PRIDE
Address	P.O. BOX 701950, TULSA, OK 74170-1950	Telephone No.	918-524-9200
Facility Name	SOUTH FOUR LAKES UNIT	Facility Type	SALT WATER TANK

Surface Owner	A.D. JONES ESTATE, INC.	Mineral Owner	STATE OF NEW MEXICO	Lease No.	E-2064; 937-2; E-596-1
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LOCATION OF RELEASE

NEARBY WELL S. 4 LAKES  
UNIT 002 30-025-01832

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	2	12S	34E	1980	NORTH	1980	EAST	LEA

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

NATURE OF RELEASE

Type of Release	SALTWATER	Volume of Release (see below)	Volume Recovered	456 bbls.
Source of Release	FREE WATER KNOCKOUT LEAK	Date and Hour of Occurrence	Date and Hour of Discovery	
		1/11/10 Approx. 1:00 a.m.	1/11/10 10:00 a.m.	
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required		If YES, To Whom?	
			GEOFFREY LEKING (NMOCD, HOBBS, NM)	
By Whom?	MATTHEW L. PRIDE		Date and Hour 1/11/10 Approx 3:00 p.m. MST	
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 @ 26'

Describe Cause of Problem and Remedial Action Taken.\*

A hole developed in the free water knockout vessel. All free standing saltwater was picked up by vacuum truck and put back into the saltwater tank, except 120 barrels of dirty saltwater was properly disposed of in an offsite commercial disposal well.

Describe Area Affected and Cleanup Action Taken.\*

The saltwater was contained inside the diked area around the tank battery except approximately 10 to 15 barrels on the North side of the tank battery which stayed on location. A vacuum truck picked up the saltwater and put back into the saltwater tank, except 120 barrels of dirty saltwater was properly disposed of in an offsite commercial disposal well.

Pride will conduct an investigation of the release and submit a remediation plan to NMOCD that is consistent with Part 29 of NMOCD Rules before March 15, 2010.

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: <u>Matthew L. Pride</u>		OIL CONSERVATION DIVISION	
Printed Name: MATTHEW L. PRIDE		ENV. ENGINEER: Approved by District Supervisor: <u>Geoffrey LeKing</u>	
Title: PRESIDENT		Approval Date: <u>02/05/10</u>	Expiration Date: <u>07/05/10</u>
E-mail Address: <u>mattp@pride-energy.com</u>		Conditions of Approval: <u>DELINQUENT TO CLEAN + 1. SUBMIT FINAL C-141 BY</u>	
Date: 1/13/10		Attached <input type="checkbox"/> <u>IRP-W-2-2417</u>	
Phone: 918-524-9200			

\* Attach Additional Sheets If Necessary

mp11441.mn

FGR 1003639285

# PRIDE ENERGY COMPANY

(918) 524-9200 ♦ Fax (918) 524-9292 ♦ www.pride-energy.com

Physical Address: Kensington Tower  
2250 East 73rd Street, Suite 550  
Tulsa, OK 74136

Mailing Address: P.O. Box 701950  
Tulsa, OK 74170-1950  
Email Address: mattp@pride-energy.com

RECEIVED

JAN 19 2010  
HOBSOCD

January 13, 2010

Via Certified Mail  
Return Receipt #

New Mexico Energy, Minerals, and Natural Resources Department  
Oil Conservation Division  
1625 N. French Drive  
Hobbs, NM 88240

91 7108 2133 3936 0781 3672

ATTN: Geoffrey R. Leking

RE: South Four Lakes Unit  
Section 2-12S-34E: SW¼ NE¼ (Unit Letter G)  
Lea County, New Mexico

To Whom it may concern:

In reference to the above described well, please find enclosed Form C-141 (Release Notification and Corrective Action).

Thank you, and if there are any questions, please feel free to contact me at (918) 524-9200.

Sincerely,

Pride Energy Company

*Matthew L. Pride*

Matthew L. Pride