

RECEIVED

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 Energy	Contact: Bradley Blevins
Address: 1616 West Bender, Hobbs, NM 88240	Telephone No.: (575) 391-1462. ext. 68424
Facility Name: WTU #932	Facility Type: Tank Battery

Surface Owner: BLM	Mineral Owner:	API No.: 30025310035
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LOCATION OF RELEASE

Unit Letter F	Section 9	Township 20S	Range 33E	Feet from the 2310	North/South Line North	Feet from the 2310	East/West Line East	County Lea
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Latitude: N32° 35' 18.35"

Longitude: W103° 40' 0.30"

NATURE OF RELEASE

Type of Release: Produced water	Volume of Release: 600-bbls	Volume Recovered: 545-bbls
Source of Release: Tank Battery	Date and Hour of Occurrence: 2/5/2010 @ 0700 hrs	Date and Hour of Discovery: 2/5/2010 @ 0700 hrs
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Maxey Brown (NMOCD-Hobbs)	
By Whom? Bradley Blevins	Date and Hour: 2/5/2010	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse: Not Applicable	

If a Watercourse was Impacted, Describe Fully.* Not Applicable

Depth to Groundwater: ~ 125 feet

Describe Cause of Problem and Remedial Action Taken.* A tank ran over due to alarm failure. Earthen berms surrounding the tank battery contained the fluid and limited the release area size.

Describe Area Affected and Cleanup Action Taken.* Vacuum trucks picked up ± 545-bbls of fluid. The release was contained within the bermed area of the Tank Battery. An Emergency Response Team arrived at the release area and began continuous abatement of the impacted area. The release area will be delineated via test trench to determine the extent of impactation. Upon receipt of laboratory analytical data, NMOCD approved installation of clay liner over area of test trench #3 and backfilling of site.

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>Bradley Blevins</i>	OIL CONSERVATION DIVISION	
Printed Name: Bradley Blevins	Approved by District-Supervisor: <i>Jeffrey Leising</i>	
Title: EH & S Field Specialist	Approval Date: 03/03/10	Expiration Date: —
E-mail Address: bradley.blevins@chk.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 2/26/10 Phone: (575) 391- 1462, #86424	IRP-10.3.2444	

* Attach Additional Sheets If Necessary

FGRL 1006255973