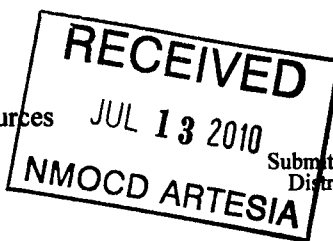


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

30-015-10087

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company: Arena Resources, Inc.	Contact: Fred Holmes	
Address: 2130 W. Bender Blvd.	Telephone No.: 575-738-1739/432-563-2200	
Facility Name: North Benson Queen Battery	Facility Type: Oil and Produced Water Tank Battery	
Surface Owner: BLM	Mineral Owner: BLM	Lease No.: 33129

LOCATION OF RELEASE

Unit Letter J	Section 28	Township 18S	Range 30E	Feet from the 1743	North/South Line FSL	Feet from the 784	East/West Line FEL	County Lea
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Latitude: N32 43' 03.1" Longitude: W103 58' 24.4"

NATURE OF RELEASE

Type of Release: Produced Water & Oil	Volume of Release: 700	Volume Recovered: 0
Source of Release: Power Failure and Lightning Strike	Date and Hour of Occurrence: 08/28/2008 0100 hrs	Date and Hour of Discovery: 08/29/08 0700 hrs
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Sherry Bonham, OCD/ James Amos, BLM	
By Whom? Fred Holmes - Consultant	Date and Hour 08/29/08 0800	
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.*:

Describe Cause of Problem and Remedial Action Taken.*: Battery wash involved in two spills, one from a backflow when an electrical storm shut power down to the system causing the tanks to overflow and a second where lightning struck the tank battery produced water tanks setting a portion of them on fire.

Describe Area Affected and Cleanup Action Taken.* : Affected area measured 200' x 100' x 6' vertical. Soil was excavated and a soil washing system constructed in the excavated area. The cleaned soil was then used to backfill the site once remediation was completed.

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>Colleen Robinson</i>	OIL CONSERVATION DIVISION	
Printed Name: Colleen Robinson	Signed By <i>M. H. Bonham</i> Approved by District Supervisor.	
Title: Regulatory Affairs Liason	Approval Date: AUG 02 2010	Expiration Date:
E-mail Address: crobenson@arenaresourcesinc.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 06/21/10	Phone: 575-738-1739	

* Attach Additional Sheets If Necessary

Closure for Release date 8/3/08
& Release date 8/23/08

2RP-219
& 2RP-249