

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 - Clayton Williams Energy, Inc. | Contact - Dave Dunlap | |
| Address - 6 Desta Drive, Ste 2100 | Telephone No. 575- 390-2062 | |
| Facility Name - Jenna Com | Facility Type - SWD Facility | |
| Surface Owner - BLM | Mineral Owner: BLM | Lease No. 25706 |

LOCATION OF RELEASE

| | | | | | | | | |
|-------------------------|---------------------|------------------------|----------------------|------------------------------|----------------------------------|-----------------------------|-------------------------------|---------------------------|
| Unit Letter I | Section 5 | Township 17S | Range 29 E | Feet from the 2110 | North/South Line South | Feet from the 990 | East/West Line East | County Eddy Co. |
|-------------------------|---------------------|------------------------|----------------------|------------------------------|----------------------------------|-----------------------------|-------------------------------|---------------------------|

Latitude Longitude **API 30-015-29260**

NATURE OF RELEASE


| | | |
|--|---|---|
| Type of Release - Produce Water | Volume of Release - 80 Bbls | Volume Recovered - 75 Bbls |
| Source of Release- SWD facility overflowed | Date and Hour of Occurrence 7 - 19 - 13 @ Early morning | Date and Hour of Discovery 7 - 19 - 13 @ ~ 0830 Hrs |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? BLM- Jim Amos | |
| By Whom? Dave Dunlap.... Production Field Foreman | Date and Hour 7 - 19 - 13 @ ~ 0900 Hrs | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. Na | |

If a Watercourse was Impacted, Describe Fully. * **Na**

Describe Cause of Problem and Remedial Action Taken.* **The high fluid level automation system failed and allowed tanks to overflow water in to the fire wall (dikes) then on to the road near the battery. We have recovered all free fluids standing at present time which it consisted of ~ 40% rain water and produced water mixed. Also the automation system has been fixed. Delineation/Excavation process will be performed accordingly by BLM requirements once the soils affected become dry and up on meeting at the site with BLM reps.**

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.

| | | | |
|--|--|-----------------------------------|------------------|
| Signature:  | | OIL CONSERVATION DIVISION | |
| Printed Name: Luis Gonzalez | | Approved by District Supervisor: | |
| Title: Environmental Regulatory Administrator | | Approval Date: | Expiration Date: |
| E-mail Address: lgonzalez@claytonwilliams.com | | Conditions of Approval: | |
| Date: July 22, 2013 Phone: 432-661-4708 | | Attached <input type="checkbox"/> | |

* Attach Additional Sheets If Necessary