District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., 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

Revised April 3, 2017

Form C-141

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action										
OPERATOR ✓ Initial Report ☐ Final R										
Name of Company Read & Stevens, Inc.						Contact Matt Murphy, Operations Manager				
Address PO Box 1518, Roswell, NM 88202				202	•					
Facility Name Bandit State #4						Facility Type Bandit State #4 Tank Battery				
Surface Owner State Mineral Owner						State API No. 30-015-32553				
LOCATION OF RELEASE										
Unit Letter	Section	Township	Range	Feet from the	North	n/South Line	Feet from the	East/West Line	County	
D	10	238	26E	330'	Noi	rth	330'	West	Eddy	
			Latitud	le	1	ongitude		NAD83		
NATURE OF RELEASE Type of Release Produced H20 Volume of Release +/-50 bbls Volume Recovered +/- 48 bbls										
Totalise of Release										
Was Immediate Notice Given?						If YES, To Whom? 4/17/2018 4/17/2018				
☐ Yes ☑ No ☐ Not Require						Amana Dustamante				
By Whom? Kelly Barajas Not until the next morning. Date and Hour 4/18/2018 at 8:15 am										
Was a Watercourse Reached? ☐ Yes ☑ No						If YES, Volume Impacting the Watercourse.				
307-00-000 (Care Care Care Care Care Care Care Care						N/A				
If a Watercourse was Impacted, Describe Fully.*										
N/A										
Describe Cause of Problem and Remedial Action Taken.* The nipple on the heater treater was leaking and approximately 50 bbls of produced H20 was spilled onto location. Repairs have been made.										
Describe Area Affected and Cleanup Action Taken.* The spill was contained on the location and cleanup of the fluid was expedited in order to minimize possible future environmental impact. The contaminated soil (caliche) is being hauled to an approved disposal facility and the soil will be replaced with fresh caliche as required. New berms will be constructed around the location. 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 a public health should their or or the environ	or the environment of the control of the environment of the control of the contro	are required to ronment. The ave failed to a	o report ar acceptance adequately OCD accep	nd/or file certain re se of a C-141 report investigate and re	lease to the	notifications and ne NMOCD m te contaminati	nd perform correct arked as "Final Ro on that pose a thre	nderstand that purs tive actions for rele eport" does not reli eat to ground water responsibility for co	eases which make the operate, surface water	ay endanger for of liability r, human health
						OIL CONSERVATION DIVISION				
Signature: Karajas										
Printed Name: Kelly Barajas						Approved by Environmental Specialist:				
Title: Production/Regulatory						Approval Dat	e:	Expiration Date:		
E-mail Address: kbarajas@read-stevens.com						Conditions of	Approval:		Attached	
Date: 4/18/2018 Phone: 575-624-3760										

^{*} Attach Additional Sheets If Necessary