Rec'd 1/30/15 NMOCD Dist 2

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

State of New Mexico Energy Minerals and Natural Resources

Form C-141 Revised August 8, 2011

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.

1220 S. St. Francis Dr., Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** Initial Report Final Report Name of Company- Harvey E. Yates Company Contact- Tammy R. Link Address - P.O. Box 1933, Roswell, NM 88201-1933 Telephone No. 575-623-6601 Facility Name - Eddy JP State #1 Facility Type - Lease #NMNM073240 API No. 30-015-23504 Surface Owner - USA Mineral Owner-State of NM LOCATION OF RELEASE Feet from the East/West Line County Unit Letter Section **Township** Range Feet from the North/South Line Eddy 750' 1980 N 36 18S 31E Latitude Longitude NATURE OF RELEASE Volume of Release - 37 bbls Volume Recovered Type of Release -37 bbls of oil Date and Hour of Discovery-11/7/09 Date and Hour of Occurrence Source of Release 7 am 11/6/09 Hole in bottom of tank If YES, To Whom? Mike Bratcher w/OCD of NM Was Immediate Notice Given? Date and Hour 7:30 am 11/9/09 By Whom?Clay Stevens If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Hole in bottom of tank, will empty and clean and determine whether to repair or replace. Describe Area Affected and Cleanup Action Taken.* Will arrange to dig up and haul off contaminated soil and remove. See attachments of soil samples taken and reclamation complete. 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. OIL CONSERVATION DIVISION Signature: Approved by Environmental Specialist: Printed Name: Tammy R. Link Approval Date: 3/31/15 Expiration Date: N/A Title: Engineering Tech Conditions of Approval: N/A FINAL E-mail Address: tlink@heycoenergy.com Attached

* Attach Additional Sheets If Necessary

Phone: 575-623-6601