

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

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.

Release Notification and Corrective Action

nJMW 1326653626

OPERATOR Initial Report Final Report

| | |
|--|---|
| Name of Company: BOPCO, L.P. <i>260737</i> | Contact: Tony Savoie |
| Address: 522 W. Mermod, Suite 704 Carlsbad, N.M. 88220 | Telephone No. 575-887-7329 |
| Facility Name: Poker Lake Unit 341H | Facility Type: Exploration and Production |

| | | |
|------------------------|------------------------|----------------------|
| Surface Owner: Federal | Mineral Owner: Federal | API No. 30-015-39486 |
|------------------------|------------------------|----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| D | 23 | 24S | 30E | 925 | North | 1110 | West | Eddy |

Latitude N 32.208112 Longitude W 103.856698

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Produced water | Volume of Release: >50 bbls | Volume Recovered: none |
| Source of Release: Frac tanks | Date and Hour of Occurrence 8/24(31) approximately 5:00 a.m. | Date and Hour of Discovery: By Q.T. 9/6/13 time unknown |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? BOPCO notified the NMOCD and BLM immediately upon their discovery of the spill on 9/10/13. | |
| By Whom? Tony Savoie | Date and Hour 9/11/13 10:00 a.m. | |
| 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.* | | |

RECEIVED
 SEP 20 2013
 NMOCD ARTESIA

Describe Cause of Problem and Remedial Action Taken.*
 A produced water treatment process was set up on the PLU-341 pad for the frac job on PLU-Big Sinks 15-24-30 USA #1H. The frac tanks were placed on plastic lined containment. The tanks overflowed undetected and breached the containment on the back side of the frac tanks. The produced water traveled out onto the well pad and pasture. The cause of the overflow was corrected when it was discovered.

Describe Area Affected and Cleanup Action Taken.*
 The spill affected approximately 19,400 sq. ft of well pad and approximately 18,250 sq. ft. of pasture. Soil samples were collected on 9/11/13 to determine the impact area on the pad and pasture area and the vertical extent in the pasture. Quality Trucking will be performing the dirt work. BOPCO and a project manager will be overseeing the remediation activities. The remediation will be done in accordance to the NMOCD and BLM guidelines for the remediation of leaks and spills.

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>Tony Savoie</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Tony Savoie | Approved by Environmental Specialist: Signed By <i>Mike Brannon</i> | |
| Title: Waste Management and Remediation Specialist | Approval Date: SEP 23 2013 | Expiration Date: |
| E-mail Address: tasavoie@basspet.com | Conditions of Approval: Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION | Attached <input type="checkbox"/> |
| Date: 9/20/13 | Phone: 432-556-8730 | |

* Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:
October 23, 2013 ZRP-1926