Revised June 10, 2003

State of New Mexico

Energy Minerals and Natural Resources

District II

1301 W. Grand Avenue, Artesia, NM 88210

1625 N. French Dr., Hobbs, NM 88240

Distric III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

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

Submit 2 Copies to appropriate

District Office in accordance

with Rule 116 on back

1220 S. St. Francis Dr., Santa Fe, NM 87505 side of form 30-015-04953 **Release Notification and Corrective Action OPERATOR** (revised) ✓ Initial Report ☐ Final Report Name of Company **CBS Operating Corporation** Contact M. A. Sirgo, III (Engineer) Telephone No. Address P.O. Box 2236 Midland, TX 79702 432-685-0878 **Facility Name** North Square Lake Unit #160 Facility Type **Production Well and Battery** Surface Owner **BLM** Mineral Owner BLM Lease No. NM081277 LOCATION OF RELEASE Unit Letter Section Township Feet from Feet from Longitude-W Latitude-N Range County South Line West Line 31 N **16S** 31E 103deg 54.740° 32deg 52.297 Eddy 330 1357.4 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Produced Water + Crude Oil Component approximate 12 bbl hhl Source of Release Date and Hour of Occurrence Date and Hour of Discovery Hole in casing @ Production Wellhead 11/12/2004 11/12/04 10:30 AM Was Immediate Notice Given? If YES, To Whom? □ NO Not Required √ YES Paul Evans - BLM By Whom? release discovered by Paul Evans Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse **☑** NO ☐ YES If a Watercourse was Impacted, Describe Fully* Describe Cause of Problem and Remedial Action Taken. * Hole developed in casing below wellhead. An emergency pit was dug to contain fluid. This pit was cleaned out and lined. During the next two weeks, the field became rain soaked and equipment could not get in location. 60-bbl, mostly rain water, was removed. Temporary pit was closed 12-01-04. Describe Area Affected and Cleanup Action Taken. * The area affected was the well pad around the pumping unit. Initial repair and clean-up as per attached Sundry. Ocotillo Environmental LLC, Hobbs, NM contracted (October-05) for remediation and site closure. 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: TIM GUM Approved by District Supervisor. by MB while Supervisor Printed Name: M.A. Sirgo, III Title: Engineer Approval Date: /0/2/ Expiration Date: Ala Conditions of Approval: E-Mail Address: mastres@aol.com Attached

10/10/2005 Phone:

Date:

432-685-0878



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

CBS Operating Corporation PO Box 236 Midland TX 79702 October 21, 2005

Reference: North Square Lake Unit 160

N-31-16s-31e

API: 30-015-04953

Operator,

The NMOCD District 2 Office (OCD) is in receipt of a work plan proposal for remediation of a produced fluids release that occurred at the above referenced well site on or about 11/12/2004. The work plan was formulated and submitted to the OCD by your agent, Ocotillo Environmental.

The Remediation work plan is accepted as presented with the following stipulations:

- 1. Notify the OCD District 2 office 24 hours prior to commencement of remediation activities.
- 2. Notify the OCD District 2 office 24 hours prior to obtaining samples where analysis of samples obtained are to be presented to the OCD.
- 3. Any contaminated soils removed from location must be transported to an approved OCD disposal facility.
- 4. Submit a Final Report C-141 along with any confirmation sample analysis, upon satisfactory completion of project.
- 5. Like approval by BLM if applicable.
- 6. Remediation work is to commence no later than November 7, 2005.

Please be advised that NMOCD acceptance or approval of documents and/or work plans 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 or approval does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

If I can be of assistance in this matter, and for notification of activities, my contact information is listed below.

Thank you.

Mike Bratcher NMOCD District 2 1301 W Grand Ave. Artesia, NM 88210 (505) 748-1283 Ext 108

(505) 626-0857

Mike.Bratcher@state.nm.us