

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	Armstrong Energy Corporation	Contact	Bruce Stubbs
Address	P.O. Box 1973, Roswell, NM 88202	Telephone No.	575-625-2222
Facility Name	Cobra Federal #2	Facility Type	Tank Battery

Surface Owner	Alton Munson	Mineral Owner	BLM	Lease No.	NM-58803
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30 005 4 3735

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
L	19	11S	27E	1710	South	950	West	Chaves

Latitude 33.3477 N Longitude 104.28161 W

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	208 BBLs.	Volume Recovered	None
Source of Release	500 BBL. Fiberglass Water Storage Tank	Date and Hour of Occurrence	7-3-08 7:00 PM	Date and Hour of Discovery	7-3-08 7:00 PM
Was Immediate Notice Given?	X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Called OCD office in Artesia and left message		
By Whom?	Rocky Ray	Date and Hour	7-3-08 7:30 PM		
Was a Watercourse Reached?	<input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	N.A.		

If a Watercourse was Impacted, Describe Fully.* N.A.


Describe Cause of Problem and Remedial Action Taken.*

Remove dirt approximately 100' x 50' down to clean dirt. See Cardinal Laboratories analysis dated 08/20/08. Filled excavation with clean soil. Rebuilt battery. See attached photos.

Describe Area Affected and Cleanup Action Taken.*

Remove dirt under old tank battery, approximately 100' x 50', down to clean dirt. See Cardinal Laboratories analysis dated 08/20/08. Filled excavation with clean soil. Rebuilt battery. See attached photos.

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: 	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Bruce A. Stubbs	Approved by District Supervisor: <u>TCum by SB</u>	
Title: Vice President	Approval Date: <u>9-30-08</u>	Expiration Date: <u>N/A</u>
E-mail Address: bastubbs@zianet.com	Conditions of Approval: <u>N/A</u>	Attached <input type="checkbox"/> <u>N/A</u>
Date: 9-11-08 Phone: 575-625-2222	<u>2RP-194</u>	

Attach Additional Sheets If Necessary