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 Revised October 10, 2003

Submit 2 Copies to appropriate

District Office in accordance

Form C-141

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Expiration Date

Attached

Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company: Energen Resources, Inc. Contact: Ed Hasely Address: 2010 Afton Place, Farmington, NM 87401 Telephone No: 505-324-4131 Facility Name: CJ Holder #102 (API # - 3004531648) Facility Type: Oil/Gas Well Site Surface Owner: Federal Mineral Owner: Federal Lease No. NMSF 077968 LOCATION OF RELEASE Township Feet from the North/South Line Feet from the Unit Letter Section Range East/West Line County 28N 13W 660 South San Juan East Latitude 36 67139 Longitude -108.23611 NATURE OF RELEASE Type of Release: Produced water Volume of Release: 10 bbls Volume Recovered: 8 bbls Source of Release: Produced Water Storage Tank Date and Hour of Occurrence: Date and Hour of Discovery: 7/25/11 7/25/11 Was Immediate Notice Given? If YES, To Whom? 2829 ☐ Yes ☐ No ☒ Not Required By Whom? Date and Hour: If YES, Volume Impacting the Watercourse, NA Was a Watercourse Reached? ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* NA Describe Cause of Problem and Remedial Action Taken.* The water transfer pump failed to kick on and the produced water storage into the bermed area. All fluids were contained inside the bermed area Describe Area Affected and Cleanup Action Taken.* A vacuum truck was used to recover the free standing water The impacted soils were raked to break up any crust that may form The area is needed for operations of the well 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 District Supervisor. Printed Name Ed Hasely

Approval Date

Conditions of Approval

nJK1122340172

E-mail Address ed hasely@energen.com

Sr Environmental Engineer

Phone 505-324-4131 / 505-330-3584(cell)

Title

Date: 7/26/11

^{*} Attach Additional Sheets If Necessary