

District I
1625 N French Dr , Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Form C-141
Revised March 17, 1999

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 Playa Minerals & Energy, Inc.	Contact Ken Jackson
Address 650 N. Sam Houston Pkwy. E. Suite 500 Houston, Texas 77060	Telephone No. (281) 931-3800
Facility Name Horseshoe Gallup Unit #220 ✓	Facility Type Oil Lease

Surface Owner Navajo Nation	Mineral Owner Federal	Lease No.
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LOCATION OF RELEASE

Unit Letter C	Section 4	Township 30N	Range 16W	Feet from the 5800 ft 650	North/South Line North	Feet from the 3600 ft 1680	East/West Line West	County San Juan
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NATURE OF RELEASE

Type of Release Oil & Water	Volume of Release 16 BBls (1 bbls oil 15bbls water)	Volume Recovered 0
Source of Release Flowline rupture due to freezing	Date and Hour of Occurrence 02/26/02 Early morning	Date and Hour of Discovery 02/26/02 12.00 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom? Spill discovered by NMOCD personnel Bruce Martin	Date and Hour 02/26/02	
Was a Watercourse Reached? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse 15 BBls	

If a Watercourse was Impacted, Describe Fully.*
Spill ran down into 8' wash and impacted an area 1000' X 2' X 3"

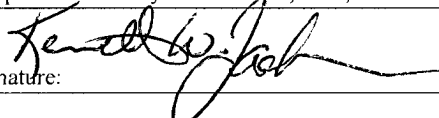
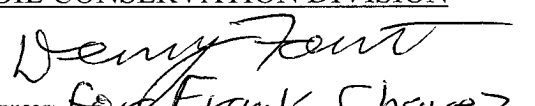
Describe Cause of Problem and Remedial Action Taken.*
Flowline froze due to low temperatures causing line to break

Line clamped and area of contamination will be excavated.

Describe Area Affected and Cleanup Action Taken.*
The Affected Area is in a wash and covers an area 1000' X 2' X 3".

The affected area will be cleaned up by removing the affected soil to a staging area and then the contaminated soil will be transported to an approved land farm.

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: 	OIL CONSERVATION DIVISION	
Printed Name: Kenneth W. Jackson	Approved by District Supervisor: 	
Title: Regulatory Compliance	Approval Date: 03/11/02	Expiration Date:
Date: 03/01/02	Phone (281) 931-3800	Conditions of Approval: Prompt Remedial Action
		Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

NRMD1002630030