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

rised June 10, 2003

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

Form C-141

DiST. 3 Santa Fe. NM 87505 Release Notification and Corrective Action-**OPERATOR** Initial Report Final Report Name of Company Contact Gregg Wurtz Telephone No. Address P.O. Box 4289 Farmington NM 87499 RATTLESNAKE CANYON Facility Type Facility Name 104 Gas Well Mineral Owner Surface Owner Fed Fed Lease No. K-5737-NM LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line San Juan 032N 008W 2215 North 1330 G 32 East NATURE OF RELEASE Type of Release Volume of Release 95 BBLS. Volume Recovered Produced water 85 BBLS Source of Release Date and Hour of Discovery Water storage tank Date and Hour of Occurence 9/6/2006 2:00:00 PM 9/6/2006 2:00:00 PM Was Immediate Notice Given? If YES, To Whom? Yes No Not Required Brandon Powell By Whom? Gregg Wurtz Date and Hour 9/7/2006 3:00:00 PM Was a Watercourse Reached? If YES, Volume Impacting the Watercourse 0 ☐ Yes ✓ No If a Watercourse was Impacted, Describe Fully.* None Describe Cause of Problem and Remedial Action Taken.* The seal on the equalizing lines between two storage tanks leaked at the connections after the tanks were equalized. The connections were intact at time of visit but not tighten enough to hold hydrostatic pressure of water in tank after equalization of tanks. Soils will be raked to promote evaporation. Describe Area Affected and Cleanup Action Taken.* Area within the containment berm was saturated. The water was contained inside berm and was recovered to the extent possible. Soil will be rake to the extent practical to promote evaporation. 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 For: Charlie Approved by District Supervisor: Branchen Jamel Printed Name Title: Environmental Representative Approval Date **Expiration Date:** E-mail Address. lhasely@br-inc. com or gwurtz@br-inc com Conditions of Approval Attached

Phone. (505) 326-9841 or 9537