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 4

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

30-03	4-22	4723 C	TOR		Initial Report Final Report						
Name of Co	mpany	OPMENT T	LOGY, LLC	(Contact Robert A. Schwering, P.E. Operations Manager						
Address:		son, CO 80465		Telephone No.: (303) 716-3200							
Facility Nar	ne:	Theodore Zi			Facility Type: 400 Bbl. Tank in Tank Battery @ Oil Well						
Surface Ow		Mineral C		Lease No.: USA NM23231							
United States of America: BLM United States of America: MMS USA NM23231 LOCATION OF RELEASE											
Unit Letter "D"	Section	Township	Range R 6 W	Feet from the 460'		South Line	Feet from the 1005'	East/V FWL	Vest Line	County Rio Arriba	
"D" 15 T 23 N R 6 W 460' FNL 1005' FWL Rio Arriba Latitude Longitude											
NATURE OF RELEASE											
Type of Release: Oil Spill from Tank. Volume of Release: 86 Bbl. Volume Recovered: 4 Bbl.											
Source of Release:							Date and Hour of Occurrence: Date and Hour of Discovery: 5/2/2005				
Bullet-Hole in 400 Barrel Oil Tank 5' 6" above ground. The feet of							In the am on 5/2/2005 or in pm on @ 0700 Hrs. by Giant Oil Hauler who				
head in the tank (approx. 11' 11") caused the leak stream to shoot past							5/1/2005: someone shot a hole in plugged the bullet hole with a stick.				
the dike containment onto the location.							the 400 Bbl. Tank. Notified our pumper who arrived at Hrs. & confirmed leak & SI Well.				
Was Immediate Notice Given? ✓ Yes ☐ No ☐ Not Required						If YES, To Whom? Gave Notice at 0815 Hrs. am to Mr. Charlie Perrin @ NMOCD.					
By Whom?						Date and Hour					
Was a Watercourse Reached?							If YES, Volume Impacting the Watercourse.				
☐ Yes 🔼 No							NONE: NOT APPLICABLE.				
If a Watercourse was Impacted, Describe Fully.* NO											
Describe Cause of Problem and Remedial Action Taken.*: An Unknown Person shot a hole in the Theodore Zink Fed. Com. #1 Oil Tank. The hole was high enough up the tank (5' 6"), and the tank was full enough @ 11' 11"+: approx. 239 STBO, that the resulting stream arced out past the containment dike onto the location pad. A Giant Oil Hauler (Mr. Joe Bixler) spotted the leak, plugged the leak with a stick & then called RDT. RDT arrived at the well 75 min. later & SI the well. The tank gauge was @ 7' 8": 153 STBO. RDT called out: *R&S Water Haulers Vacuum Truck & sucked up all the dirty free product on the surface (approx. 4 STBO) & put it in Fiberglass Tank on location. *Giant to haul all of the oil they could get (Top Gauge @ 7' 8" to Bottom Gauge @ 1' 1" = 131 STBO). This left 22 STBO & BS&W in the Tank. *Vaughn's Oilfield Services to excavate & clean-up contamination on-location. Vaughn's one-called additional excavations off-pad. Off-site work will commence on 5/5/2005 after pipeline locations are verified. DCA (Salmon Ruins) will determine no Archaeological Sites in way prior to clean-up. Describe Area Affected and Cleanup Action Taken.* ADDITIONAL SHEET ATTACHED											
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: A. A. Many my							OIL CONSERVATION DIVISION				
Printed Name:: Robert A. Schwering, P.E.							Approved by District Supervisor: Low Charlie Penny				
Title:	Operati			Approval Date: 5/3//05 Expiration Date:							
E-mail Address: ras.rdt@mindspring.com						Conditions of Approval: Attached					
Date: 5/	/2/2005		Phone:	(303) 716-320	0	Kem	edicate 1	~F	_		
Date: 5/2/2005 Phone: (303) 716-3200 Remedicate LT • Attach Additional Sheets If Necessary CTP © 5/2/236985											
C1POS1223678S											

SUMMATION OF RELEASE: 5/2/2005:

Top Gauge on 5/1/2005:

11' 11" = 238.33 Bbl.

Est 12 Hour Production:

+1.00 Bbl. (This is a Strpper Well averaging 2 BOPD)

Total Oil Available to Leak:

239.33 Bbl.

Top Gauge on 5/2/2005:

8" = -153.33 Bbl. (After Leak Plugged & well Shut-Down & Shut-In)

Total Oil Spilled:

86 Bbl.

Total Oil Recovered:

-4 Bbl. (4" in the 10' diameter Water Tank)

Net Oil Spilled Onto Dirt & Soaked-In:

82 Bbl. (This oil had soaked into the dirt on and off the site)

Sold Free Oil out of Tank on 5/2/2005:

Top Gauge on 5/2/2005:

7' 8" = 153.33 Bbl. (The well had high bottoms & we pulled off of clean-out line) 1' 1" = 21.67 Bbl. (The well had high bottoms & we pulled off of clean-out line)

Bottom Gauge on 5/2/2005: Oil Sold to Giant on 5/2/2005:

(Gauge Volume sold to Giant on Run Ticket)

Oil Remaining On-Location:

Bottom Gauge on 5/2/2005:

1' 1"= 21.67 Bbl. (BS&W & Oil Left in Tank Awaiting Clean-Out)

Oil in 40 Bbl. SW Tank on 5/2/2005:

4"= 4.67 Bbl. (Dirty Oil Recovered from Spill)

Maximum Oil Left On-Location:

26.34 Bbl.

DESCRIPTION OF AFFECTED AREA: See Location Diagram & Attached Map:

From the outside edge of the Tank Battery Berm the oil ran approx.130' across the location (15' Wide) to the Western Edge & pooled up behind a secondary pollution abatement berm between the road & location (approx. 5' to 10' wide & 100' long). Est.: 2,700 sq. ft.

The oil then ran over at the north end of this catchment & ran down along the Eastern Bar Ditch of County Road 403 to a low spot & then ran across the road to the western bar ditch (approx. 1.5' wide by 60' long). The puddle at the low spot in the bar-ditch/County Road was approx. 15' x 15'. Est.: 325 sq. ft.

The oil then pooled up again along approx. 50' of bar ditch by 5' wide until it overflowed the bar ditch along the west side of County Road 403 & ran along the drainage approx. 75' x 1' wide to where it was all soaked-in. Est.: 325 sq.ft.

Est. Surface Area of Spill at 3,350 sq. ft.

Est. Volume of Spill @ 82 Bbl. = 460 cu. Ft.

Est. Depth of Spill over Area = 460/3350 = 0.1373 ft. = 1.65° of oil coverage.

Assuming a 20% soil porosity this should soak in 8.25 inches on the average.

Assuming a 9" excavation across the affected are = approx. 2500 Cu. Ft. of soil to excavate & farm on-location (a 50' x 50' x 1' Soil Farm).

Plan of Remediation:

RDT does intend to excavate & remediate the contaminated soil. The contaminated soil will be land-farmed on the Theodore Zink #1 Location as shown in the attached diagram. RDT will meet the TPH @ 100 PPM standard in all excavations off of the location. The location was scored at the 1000 PPM TPH standard in our Pit Closure Project & this standard will be adhered to on the location itself excepting as Bedrock Refusal makes this impossible.

RA Schwering, PE Operations Manager

Resource Development Technology, LLC



