

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

APR 22 2014

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company: RICE Operating Company	Contact: Hack Conder
Address: 112 West Taylor Hobbs, NM 88240	Telephone No. 575-393-9174
Facility Name: EME C-12 EOL	Facility Type: Junction Box
Surface Owner: BLM	Mineral Owner: N/A
API No. 30-025-12800	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	12	20S	37E					Lea

Latitude 32°35'34.896" N Longitude 103°12'29.972" W

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: 26 bbls	Volume Recovered: 25 bbls
Source of Release: Dresser Sleeve	Date and Hour of Occurrence: 03/24/2014 0600	Date and Hour of Discovery: Same
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Geoffrey Leking	
By Whom? Jose A Zepeda COPC	Date and Hour: 03/27/2014 ~1325 pm	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

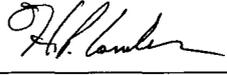
If a Watercourse was Impacted, Describe Fully.*
N/A

DTW = 75'

Describe Cause of Problem and Remedial Action Taken.*
On Monday, 03/24/2014 @ ~0600 hrs. MST at the Skaggs B-12, an accidental discharge of ~26 BPW occurred. While checking wells, a COPC employee discovered a leak coming from a valve box at the Skaggs B-12 location. Inside the valve box, the dresser sleeve was leaking fluids. The leak was contained inside a fully contained valve box with the exception of 1 BPW over flow that spilled to ground. The well was shut in and a vacuum truck was contacted. Vacuum Truck recovered 25 BPW; NMOCD was contacted via phone call. The spill site will be remediated according to NMOCD guidelines.

Describe Area Affected and Cleanup Action Taken.*

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  Environmental Specialist	
Printed Name: Hack Conder	Approved by Environmental Specialist	
Title: Environmental Manager	Approval Date: 4/22/14	Expiration Date: 6/22/14
E-mail Address: hconder@riceswd.com	Conditions of Approval: SUBMIT FINAL C-141 BY 6/22/14	Attached <input type="checkbox"/> IRP-64-14-3026
Date: 4/17/2014	Phone: 575-631-6432	

* Attach Additional Sheets If Necessary

APR 23 2014

h