| 1625 N. French Dr., Hobbs, NM 88240 Energy Minerals   District II Image: Construct of the second s |  |               |            | Fe, NM 87505                              |                      |   |  | 3 2014    | Distri                     | Form C-14<br>Revised October 10, 20<br>2 Copies to appropria<br>ct Office in accordan<br>with Rule 116 on ba<br>side of for |        |                |
|---|--|---------------|------------|---|----------------------|---|--|-----------|----------------------------|---|--------|----------------|
| Release Notification and Corrective Action  |  |               |            |   |                      |   |  |           |                            |   |        |                |
|   |  |               |            |   | OPE                  | ERATOR  |  |           |                            | Initial I   | Report | X Final Report |
| Name of Co  | mpany  | BOPCO, LI     | P          | 260737                                    |                      | Contact T   | ony Savo                               | oie       |                            |   |        |                |
| Address 5   | 22 W. Me   | rmod, Suite   | 704, Car   | lsbad, NM 882                             | 20                   | Telephone   | No. (432                               | 2)556-8   | 730                        |   |        |                |
| Facility Nar  | ne Bass 3  | Federal Bat   | tery #1    | 2607                                      | 37                   | Facility Ty   | be E&P                                 | )         |                            |   |        |                |
| Surface Ow  | ner Federa   | al            |            | Mineral (                                 | Owner                | Federal   | Federal A Lease No. 4C 060853A         |           |                            |   |        |                |
| LOCATION OF RELEASE   |  |               |            |   |                      |   |  |           |                            |   |        |                |
| Unit Letter   | Section  | Township      | Range      | Feet from the                             |                      | h/South Line  | Feet fro                               |           | Fact/                      | West Line   | County |                |
| P   | 3  | 22S           | 28E        | 230                                       | Non                  | South   | 109                                    |           | 1                          | East  | Eddy   |                |
|   |  |               | Lati       | tude 32.415370                            | • Nor                | th  | Longi                                  | ituda 10  | 1 0600                     | 90° West  | ·      |                |
|   |  |               | Lau        |   |                      |   |  | ituue Ito | 14.0093                    | <u>yo west</u>  |        |                |
|   |  |               |            | <u>NAT</u>                                | URI                  | E OF REL  |  |           |                            |   |        |                |
| Type of Relea   |  |               |            |   |                      | Volume of<br>crude oil  | Volume of Release 20 bbls of crude oil |           |                            | Volume Recovered 5 bbls   |        |                |
| Source of Rel   | ease Oil p   | roduction tan | k #113678  | 6   |                      | Date and Hour of Occurrence   |  |           | Date and Hour of Discovery |   |        |                |
| Was Immedia   | te Notice G  | iven?         |            |   |                      | 1/3/12   Time unknown   1/3/12   1 |  |           |                            |   |        |                |
|   | Was Immediate Notice Given?<br>X Yes No Not Required |               |            |   | NMOCD Emergency #104 |   |  |           |                            |   |        |                |
|   | By Whom? Tony Savoie                                 |               |            |   |                      | Date and Hour 1/4/12 2:37 p.m.  |  |           |                            |   |        |                |
| Was a Watercourse Reached?  |  |               |            | If YES, Volume Impacting the Watercourse. |                      |   |  |           |                            |   |        |                |
| If a Watercour  | rse was Imp  | acted, Descri | be Fully.* | ······                                    |                      |   | <u> </u>                               |           |                            |   |        |                |

Describe Cause of Problem and Remedial Action Taken:\* A hole was discovered in the bottom of the south oil production tank. The tank was taken out of service the day of discovery. The tank was cleaned, repaired, and coated on 1/6/12.

Describe Area Affected and Cleanup Action Taken.\* The crude oil was contained inside the earthen containment. A vacuum truck recovered approximately 5 bbls of crude oil. The release affected an area measuring approximately 2,430 ft<sup>2</sup>. During the site assessment, it was noted that there were areas inside the containment that were obviously impacted from previous releases of crude oil and produced water. Following initial response activities, the releases were remediated as per NMOCD recommended guidelines. Please reference the attached *Remediation Summary & Risk-Based Site Closure Request* for remediation details.

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: 1 buy Druce                      | OIL CONSERVATION DIVISION                 |
|---|---|
| Printed Name: Tony Savoie                   | Approved by District Supervisor:          |
| Title: Waste Mgmt. & Remediation Specialist | Approval Date: 8/4/14 Expiration Date: NA |
| E-mail Address: TASavoie@BassPet.com        | Conditions of Approval:                   |
| Date: 1/22/14 Phone: 432-556-8730           | Finel                                     |
|   | 2RP-996                                   |

| District I<br>1625 N. French Dr., Hobbs, NM 88240<br>District II   |                                | of New Mexico<br>als and Natural Resources |  |             |                    |                      |                        | Form C-141<br>Revised October 10, 2003  |                       |  |
|--|--------------------------------|--|--|-------------|--------------------|----------------------|------------------------|---|-----------------------|--|
| 1301 W. Grand Avenue, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 | Soutl                          | buth St. Francis Dr.<br>a Fe, NM 87505     |  |             | JAN                | AN 23 2014           |                        | Copies to appropriate<br>to office in accordance<br>with Rule 116 on back<br>side of form |                       |  |
|  | Release Notific                | atio                                       | n and C  | orrecti     | ve A<br>NM         | ctier<br>OCI         | B ARTE                 | SIA   |                       |  |
|  |                                |  | RATOR  |             |                    |                      | Initial I              | Report  | X Final Report        |  |
| Name of Company BOPCO, LI<br>Address 522 W. Mermod, Suite  |                                |  | Contact Tony Savoie<br>Telephone No. (432)556-8730                               |             |                    |                      |                        |   |                       |  |
| Facility Name Bass 3 Federal Bat   |                                |  | Facility Ty  |             | 556-87             |                      | API-J                  | 0-015   | -25330                |  |
| Surface Owner Federal  | Mineral Ov                     | wner                                       | Federal  |             | ~                  |                      | Lease N                | ю. <u> </u>   | <del>)60853A</del>    |  |
| -  | LOCA                           | τιο  | N OF RE  | LEASE       |                    |                      |                        |   |                       |  |
| Unit Letter Section Township<br>P 3 22S  |                                | North                                      | South Line   | Feet from   |                    |                      | West Line<br>East      | County<br>Eddy  | - <u></u>             |  |
|  | Latitude 32.415370°            | -  |  |             |                    |                      | 0° West                | Luuy  |                       |  |
|  |                                |  |  |             | uue 10.            | 1.0077               | <u>vo west</u>         |   |                       |  |
| Type of Release Crude oil and produc   |                                | JKE  | OF REL   |             | 5 bbls o           | f                    | Volume R               | ecovered  | 60 bbls of produced   |  |
|  |                                |  |  |             |                    |                      |                        | water and 2 bbls crude oil  |                       |  |
| Source of Release 2" line from the he  | ater treater to the production | tanks                                      | Date and Hour of Occurrence   Date and Hour     1/11/12   Time unknown   1/11/12 |             |                    |                      |                        | iscovery  |                       |  |
| Was Immediate Notice Given?  | es No Not Required             |  | If YES, To Whom?<br>NMOCD Emergency #104   |             |                    |                      |                        |   |                       |  |
| By Whom? Tony Savoie   |                                |  | Date and H   |             |                    |                      |                        |   |                       |  |
| Was a Watercourse Reached?   | Yes X No                       |  | If YES, Vo   | lume Impa   | icting th          | e wate               | rcourse.               |   |                       |  |
| If a Watercourse was Impacted, Descril   | be Fully.*                     |  | I  |             |                    |                      |                        |   |                       |  |
|  |                                |  |  |             |                    |                      |                        |   |                       |  |
| Describe Cause of Problem and Rem temporary repair clamp was placed on t   |                                | line g                                     | oing from th   | e heater tr | reater to          | the t                | anks leaked            | due to e  | external corrosion. A |  |
| Describe Area Affected and Cleanup A   | ction Taken.* The released f   | luid af                                    | fected an app  | roximately  | 2,000              | ft <sup>2</sup> area | inside the             | earthen co  | ntainment around the  |  |
| tank battery location. A vacuum truck 1/3/12. Following initial response act   | ivities, the releases were re  | emedia                                     | ited as per 1  | I covered a | approxii<br>ecomme | nately<br>nded       | the same a guidelines. | rea as ano<br>Please re   | ference the attached  |  |
| <u>Remediation Summary &amp; Risk-Based Si</u><br>I hereby certify that the information gi   |                                |  |  | w knowled   | dae ond            | under                | stand that r           | urcuont to  | NMOCD miles and       |  |
| regulations all operators are required to  | o report and/or file certain r | elease                                     | notifications  | and perfor  | rm corr            | ective               | actions for            | releases,   | which may endanger    |  |
| public health or the environment. The should their operations have failed to a   |                                |  |  |             |                    |                      |                        |   |                       |  |
| or the environment. In addition, NMC   | OCD acceptance of a C-141      | report                                     | does not re  | ieve the op | perator            | of resp              | onsibility             | for compli  | ance with any other   |  |
| federal, state, or local laws and/or regula  | ations.                        |  |  | OIL C       | ONS                |                      | ATION                  | JIVISK  | aN .                  |  |
| Signature: Tom Davin   |                                | OIL CONSERVATION DIVISION                  |  |             |                    |                      |                        |   |                       |  |
| Printed Name: Tony Savoie  | A                              | Approved by District Supervisor:           |  |             |                    |                      |                        |   |                       |  |
| Title: Waste Mgmt. & Remediation Spe   | A                              | pproval Date                               | 8/4  | M           | E                  | xpiration D          | ate:                   | NA  |                       |  |
| E-mail Address: TASavoie@BassPet.co  | om                             | С  | onditions of .   | Approval:   |                    |                      | 0                      |   |                       |  |
|  |                                | <u> </u>                                   |  |             |                    |                      | $\Pi$                  |   |                       |  |
| Date: 1/22/14 Phot   | ne: 432-556-873                | $\mathbf{o}^{\dagger}$                     | RP-  | 6           | - 14               | . 1                  | $\ell$                 |   |                       |  |

| District I<br>1625 N. French Dr., Hobbs, NM 88240<br>District III<br>1301 W. Grand Avenue, Artesia, NM 88210<br>District III<br>1000 Rio Brazos Road, Aztec, NM 87410<br>District IV<br>1220 S. St. Francis Dr., Santa Fe, NM 87505   | Energy Minerals and Natural Resources<br>Energy Minerals and Natural Resources<br>Dil Conservation Division ECEIVED<br>1220 South St. Francis Dr. JAN 2 3 2014<br>Santa Fe, NM 87505 |  |             |  |                                |  |  |  |  |
|---|--|--|-------------|--|--------------------------------|--|--|--|--|
| Release Notification and Corrective ActionESIA  |  |  |             |  |                                |  |  |  |  |
| <b>OPERATOR</b> Initial Report X Fin  |  |  |             |  |                                |  |  |  |  |
|   | .60737   | Contact Tony Savoie                              |             |  |                                |  |  |  |  |
| Address 522 W. Mermod, Suite 704, Carlsba   | d, NM 88220  | Telephone No. (432)556-                          | 8730        |  |                                |  |  |  |  |
| Facility Name Bass 3 Federal Battery #1   |  | Facility Type E&P                                |             |  |                                |  |  |  |  |
| Surface Owner Federal   | Mineral Owner  | Federal  | Lease 1     | No. LC-060853A<br>API 30-015-25330             |                                |  |  |  |  |
| LOCATION OF RELEASE   |  |  |             |  |                                |  |  |  |  |
| Unit Letter Section Township Range Fe   |  | h/South Line   Feet from the                     | East/W      | Vest Line                                      | County                         |  |  |  |  |
| P 3 22S 28E   | 230 S  | outh1090   | E           | ast  | Eddy                           |  |  |  |  |
| Latitud   | e <u>32.415370°</u> Nort   | hLongitude 1                                     | 04.0699     | 0° West  |                                |  |  |  |  |
|   |  | E OF RELEASE                                     |             |  |                                |  |  |  |  |
| Type of Release Produced water  |  | Volume of Release 285 bb                         | ls of       | Volume f                                       | Recovered 280 bbls of produced |  |  |  |  |
|   |  | produced water                                   |             | water  |                                |  |  |  |  |
| Source of Release Production Tank   |  | Date and Hour of Occurren<br>4/3/12 Time unknown | ce          | Date and Hour of Discovery<br>4/3/12 9:00 a.m. |                                |  |  |  |  |
| Was Immediate Notice Given?   |  | If YES, To Whom?                                 |             |  |                                |  |  |  |  |
|   | ot Required  |  |             |  |                                |  |  |  |  |
| By Whom?  |  | Date and Hour                                    |             |  |                                |  |  |  |  |
| Was a Watercourse Reached?  |  | If YES, Volume Impacting the Watercourse.        |             |  |                                |  |  |  |  |
|   | J  |  |             |  |                                |  |  |  |  |
| If a Watercourse was Impacted, Describe Fully.*   |  |  |             |  |                                |  |  |  |  |
|   |  |  |             |  |                                |  |  |  |  |
| Describe Cause of Problem and Remedial Action T   | aken:* A 3/4" air el   | iminator on the water transfer                   | pump bro    | ke in half                                     | due to a manufacturing defect. |  |  |  |  |
| The part was replaced.  |  |  |             |  | -                              |  |  |  |  |
| Describe Area Affected and Cleanup Action Taken   | * The tank battery   | location had just recently been                  | n retro-fit | ted with a                                     | 0-perm polyurea containment.   |  |  |  |  |
| Most of the released water stayed inside the contain  |  |  |             |  |                                |  |  |  |  |
| water was released outside the containment area or<br>remediated to NMOCD guidelines. Please reference  |  |  |             |  |                                |  |  |  |  |
| I hereby certify that the information given above is  |  |  |             |  |                                |  |  |  |  |
| regulations all operators are required to report and/   | or file certain release  | e notifications and perform co                   | rrective a  | 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: 1 our Dinnis                     |   |  |  |  |  |  |  |
| Printed Name: Tony Savoie                   | Approved by District Supervisor:          |  |  |  |  |  |  |
| Title: Waste Mgmt. & Remediation Specialist | Approval Date: 8/4/14 Expiration Date: NA |  |  |  |  |  |  |
| E-mail Address: TASavoie@BassPet.com        | Conditions of Approval:                   |  |  |  |  |  |  |
| Date: (122/14 Phone: 432-556-8730           | Final                                     |  |  |  |  |  |  |
|   | 2RP-1102                                  |  |  |  |  |  |  |

| <u>District I</u><br>1625 N. French Dr., Hobbs, NM 88240<br><u>District II</u><br>1301 W. Grand Avenue, Artesia, NM 88210 | State of New Mexico<br>Energy Minerals and Natural Resources CEIVED Revised October 10. 2003   |
|---|--|
| District III<br>1000 Rio Brazos Road, Aztec, NM 87410<br>District IV  | Oil Conservation Division<br>1220 South St. Francis Dr. JAN 2 3 2014<br>JAN 2 3 2014<br>JAN 2 3 2014<br>Submit 2 Copies to appropriate<br>District Office in accordance<br>with Rule 116 on back |
| 1220 S. St. Francis Dr., Santa Fe, NM 87505   | Santa Fe, NM 87505 MAAOOD ARTESIA side of form   |
| -   | Palassa Notification and Corrective Action   |

## **Release Notification and Corrective Action**

|  |                                      |                |             |                  | OPE            | RATOR                                      |                         |                  | Initial       | Report      | X Final Report                            |  |  |  |
|--|--------------------------------------|----------------|-------------|------------------|----------------|--|-------------------------|------------------|---------------|-------------|---|--|--|--|
| Name of Company BOPCO, LP 240 737                    |                                      |                |             |                  |                | Contact Tony Savoie                        |                         |                  |               |             |   |  |  |  |
| Address 522 W. Mermod, Suite 704, Carlsbad, NM 88220 |                                      |                |             |                  |                | Telephone No. (432)556-8730                |                         |                  |               |             |   |  |  |  |
| Facility Name Bass 3 Federal Battery #1              |                                      |                |             |                  |                | Facility Type E&P                          |                         |                  |               |             |   |  |  |  |
|  |                                      |                |             |                  |                |  |                         |                  |               |             |   |  |  |  |
| Surface Owner Federal Mineral Owner                  |                                      |                |             |                  |                |  |                         |                  |               |             |   |  |  |  |
|  |                                      |                |             |                  |                |  |                         |                  |               |             | 30-015-25330                              |  |  |  |
|  |                                      |                | ATIO        | N OF REI         | LEASE          |  |                         |                  |               |             |   |  |  |  |
| Unit Letter  | Section                              | Township       | Range       | Feet from the    | North          | /South Line                                | Feet from the           | East/We          | est Line      | County      | · · · · · · · · · · · · · · · · · · ·     |  |  |  |
| Р  | 3                                    | 228            | 28Ē         | 230              | S              | outh                                       | 1090                    | Eas              | st            | Eddy        |   |  |  |  |
|  |                                      |                | <u>Lati</u> | tude 32.415370   | <u>0° Nort</u> | 1  | Longitude 10            | <u>)4.06990'</u> | <u>° West</u> |             |   |  |  |  |
|  |                                      |                |             | NAT              | ГURE           | OF RELI                                    | EASE                    |                  |               |             |   |  |  |  |
| Type of Relea  | ase Crude o                          | oil            |             |                  |                |  | Release 15 bbls         | of               | Volume F      | Recovered   | 5 bbls of crude oil                       |  |  |  |
|  |                                      |                |             |                  |                | crude oil                                  |                         |                  |               |             |   |  |  |  |
| Source of Rel  | lease Produ                          | uction Tank    |             |                  |                | 1  | our of Occurrenc        |                  |               | Hour of Di  | scovery                                   |  |  |  |
|  | <u>.</u>                             |                |             |                  | _              |  | me unknown              | 3                | 3/27/12 8     | 3:30 a.m.   |   |  |  |  |
| Was Immedia  | ite Notice G                         |                | No. V       | V Not Dogwingd   |                | If YES, To                                 | Whom?                   |                  |               |             |   |  |  |  |
|  |                                      | Yes            | No 3        | K Not Required   |                |  | ·                       |                  |               |             |   |  |  |  |
| By Whom?   |                                      |                | · · ·       |                  |                | Date and H                                 |                         |                  |               |             |   |  |  |  |
| Was a Watero   | ourse Reac                           |                |             | 7                |                | If YES, Volume Impacting the Watercourse.  |                         |                  |               |             |   |  |  |  |
|  |                                      |                | Yes X       | ( No             |                |  |                         |                  |               |             |   |  |  |  |
| If a Watercou  | rse was Imp                          | acted, Descril | be Fully.*  |                  |                | • ···                                      |                         |                  |               |             |   |  |  |  |
| 1  |                                      |                |             |                  |                |  |                         |                  |               |             |   |  |  |  |
|  |                                      |                |             |                  |                |  |                         | · · · ·          |               |             |   |  |  |  |
| Describe Caus  | se of Proble                         | m and Remed    | lial Action | n Taken:* Two I  | oads of        | produced wate                              | er were unloaded        | into the fa      | acility wa    | ater tank w | ithout prior approval                     |  |  |  |
| through the ni                                       |                                      |                | o that wou  | nd have normally | y pumpe        | d the water to                             | a SWD failed to         | pump pro         | operiy, an    | a the daily | oil/water production                      |  |  |  |
|  |                                      |                | ction Tak   | en.* The around  | the tan        | s and process                              | area had recentl        | v been ex        | cavated a     | nd backfill | ed with clean in soil                     |  |  |  |
|  |                                      |                |             |                  |                |  |                         |                  |               |             | illed with clean soil.                    |  |  |  |
|  |                                      |                |             |                  |                |  | for remediation         |                  | •             |             |   |  |  |  |
|  |                                      |                |             |                  |                |  |                         |                  |               |             | NMOCD rules and                           |  |  |  |
|  |                                      |                |             |                  |                |  |                         |                  |               |             | which may endanger                        |  |  |  |
|  |                                      |                |             |                  |                |  |                         |                  |               |             | operator of liability water, human health |  |  |  |
|  |                                      |                |             |                  |                |  |                         |                  |               |             | ance with any other                       |  |  |  |
| federal, state, o                                    |                                      |                |             |                  | ii iepo        |  | leve ale operator       | or respo         | nstonity      | tor compri  |   |  |  |  |
|  |                                      |                |             |                  |                | ······.                                    | OIL CONS                | SERVA            | TION          | DIVISIC     | )N  |  |  |  |
| -  |                                      | Sau            | 0           |                  |                |  | <u>912 0 91 0</u>       | /                | /             |             | $\overline{\Sigma}$                       |  |  |  |
| Signature:   | ( 04                                 | Ziu            | 18          |                  |                |  |                         | - 1/             |               |             |   |  |  |  |
| Dulated Nomes  | Tanu Sau                             |                |             |                  | 1              | Approved by District Supervisor:           |                         |                  |               |             |   |  |  |  |
| Printed Name:  | Tony Save                            |                |             |                  |                |  |                         |                  | 21            |             |   |  |  |  |
| Title: Waste M                                       | 1gmt. & Re                           | mediation Spe  | cialist     |                  | /              | Approval Date: 8/4/14 Expiration Date: N/A |                         |                  |               |             |   |  |  |  |
| E-mail Address                                       | E-mail Address: TASavoie@BassPet.com |                |             |                  |                |  | Conditions of Approval: |                  |               |             |   |  |  |  |
|  | 1/12/11/ 112-20: 02:20               |                |             |                  |                |  | Final                   |                  |               |             |   |  |  |  |
|  |                                      |                |             |                  |                | RP-1                                       | 103                     |                  |               | •           |   |  |  |  |
|  |                                      |                |             |                  | 0              |  |                         |                  |               |             |   |  |  |  |