

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.  
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**

**OPERATOR**

Initial Report  Final Report

Name of Company : LRE Operating, LLC		Contact : Mike Barrett	
Address : 1111 Bagby Street Suite 4600, Houston, TX 77002		Telephone No. : 575-623-8424	
Facility Name : Karlsbad Corral Central Battery		Facility Type: tank battery	
Surface Owner : State	Mineral Owner: State	Lease No. : API #30-015-33324 2RP-1310	

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	2	25S	29E	330'	FSL	1980'	FEL	Eddy

Latitude 32.15289 N Longitude -103.95308 W

**NATURE OF RELEASE**

Type of Release : Produced Water	Volume of Release : 92 bbls	Volume Recovered: 70 bbl
Source of Release : Broken Nipple on Triplex	Date and Hour of Occurrence: 9/4/12 am	Date and Hour of Discovery: 9/4/12 11:30 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher	
By Whom? Mike Barrett	Date and Hour : 9/5/12 @ 11:00 am	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

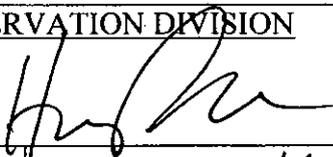
If a Watercourse was Impacted, Describe Fully.\*

**RECEIVED**  
MAY 28 2013  
NMOCD ARTESIA

Describe Cause of Problem and Remedial Action Taken.\*  
A 0.25-inch nipple cracked on triplex pump.  
Used Hydro Vac to recovered heavily impacted surface soil.

Describe Area Affected and Cleanup Action Taken.\*  
Talon/LPE was contacted for the correction of the release. The impacted area was excavated to a depth of 2-4 feet deep in the battery. Analytical testing was completed and the impacted soils were transported to Lea Land, LLC a NMOCD approved solid waste disposal facility. A 20 Mil. liner was installed into the tank battery. The excavated areas were backfilled to grade with new material transported to location.  
See Remediation and Closure Report dated May 22, 2013.

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Michael Barrett	Approved by District Supervisor: 	
Title: Production Supervisor	Approval Date: 1/12/16	Expiration Date: N/A
E-mail Address: mbarrett@limerockresources.com	Conditions of Approval: <b>Final</b>	Attached <input type="checkbox"/>
Date: 5/22/2013 Phone: 575-623-8424		

\* Attach Additional Sheets If Necessary

2RP-1310