

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

NM OIL CONSERVATION
ARTESIA DISTRICT

SEP 28, 2016

RECEIVED

Form C-141
Revised August 8, 2011

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

Release Notification and Corrective Action

NAB1627453796		OPERATOR		<input checked="" type="checkbox"/> Initial Report	<input checked="" type="checkbox"/> Final Report
Name of Company Beach Exploration, Inc. 1903		Contact Jack Rose			
Address 800 N. Marienfeld, Suite 200, Midland, TX 79701		Telephone No. 432/683-6226			
Facility Name Eastland Queen Unit		Facility Type Waterflood Satellite test Battery			

Surface Owner State	Mineral Owner State	API No. 30-015-26095 Unit Number: 300337
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LOCATION OF RELEASE

Unit Letter C	Section 11	Township 19S	Range 29E	Feet from the 990	North/South Line North	Feet from the 990	East/West Line West	County Eddy
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Latitude 32.681395 ° Longitude -104.046659 °

NATURE OF RELEASE

Type of Release 3 bbls oil/water mix	Volume of Release Est. 3 bbl	Volume Recovered 3 bbl
Source of Release Cattle knocked over fence around battery and rubbed on 1/4" valve on tester Murphy switch.	Date and Hour of Occurrence Est 9/6/16 11:30a.m.	Date and Hour of Discovery 9/6/16 4:00 pm
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Beach Exploration, Inc. from OCD	
By Whom? OCD	Date and Hour 9/20/16 3:17pm	
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.*
NA

Describe Cause of Problem and Remedial Action Taken.*Leak due to cattle knocking over fence around battery and rubbed on 1/4" valve on tester Murphy switch opening and releasing 3 bbls oil/water onto caliche well pad. Cleaned area and netted tank.

Describe Area Affected and Cleanup Action Taken.*
Three barrels of oil/water mix leaked. We closed 1/4" valve. Oil/water was cleaned up and we put netting on open tank.
Please see attached pictures (3).

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.

OIL CONSERVATION DIVISION

Signature: Jack M. Rose

Printed Name: Jack M. Rose

Title: Engineer

E-mail Address: bmartin@beachexp.com

Date: 9/20/2016

Phone: 432/683-6226

Approved by Environmental Specialist: Huber

Approval Date: 9/28/16

Expiration Date: N/A

Conditions of Approval:

Remediation per O.C.D. Rules & Guidelines Attached ☐

MIT REMEDIATION PROPOSAL NO

ATER THAN: 11/9/16

* Attach Additional Sheets If Necessary

2RP-3915

Patterson, Heather, EMNRD

From: Brenda Martin <bmartin@beachexp.com>
Sent: Tuesday, September 20, 2016 2:45 PM
To: Patterson, Heather, EMNRD
Subject: C-141 for API 30-015-26095
Attachments: Resized952016090995115411 (3).jpg; Resized952016090995120303 (3).jpg;
Resized952016090995120514 (3).jpg; C-141 EQU 24 - API 30-015-26095.pdf

Importance: High

Categories: watch

Heather,

Sorry for the delay.

Thank you,

Brenda Martin
Production
Beach Exploration, Inc.
800 North Marienfeld
Suite 200
Midland, Texas 79701
(432) 683-6226 Telephone
(432) 683-1038 Fax
e-mail: bmartin@beachexp.com