

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 Chesapeake Operating, Inc.	Contact Bradley Blevins	
Address 1616 W. Bender Blvd., Hobbs, NM 88240	Telephone No. 505.391.1462, ext. 6224	
Facility Name Kala 12 -1 API# 30-025-34624	Facility Type Oil and Gas well	
Surface Owner State of New Mexico	Mineral Owner State of New Mexico	Lease No 24596

LOCATION OF RELEASE

Unit Letter C	Section 12	Township 16S	Range 35E	Feet from the	North/South Line	Feet from the	East/West Line	County Lea
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Latitude Longitude

NATURE OF RELEASE

Type of Release Produced water	Volume of Release 15 bbl (0oil, 15 water)	Volume Recovered (0oil, 10 water)
Source of Release Tank valve frozen causing failure.	Date and Hour of Occurrence 12/01/2006 0900hrs	Date and Hour of Discovery 12/01/2006 1000hrs
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Chris Williams, NMOCD	
By Whom? Cliff Brunson-BBC International, Inc.	Date and Hour 12/01/2006 1430hrs	
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.*		
Describe Cause of Problem and Remedial Action Taken.* The valve froze on the tank causing the release. The valve was repaired and the free liquid was recovered by a vacuum truck. The water stayed inside the tank berm.		
Describe Area Affected and Cleanup Action Taken.* The spill site covered an area of approximately 15' x 15' inside the tank berm. The impacted soil will be removed and disposed of at a NMOCD-approved disposal facility and confirmation soil samples will be taken and submitted to the NMOCD upon completion.		
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: <i>Cliff P. Brunson</i> on behalf of Chesapeake Operating, Inc.		OIL CONSERVATION DIVISION
Printed Name: Cliff P. Brunson		Approved by District Supervisor: <i>Chris Williams</i>
Title: President		Approval Date: 2/4/06 Expiration Date:
E-mail Address: cbrunson@bbcinternational.com		Conditions of Approval:
Date: 12/01/06 Phone: 505.397.6388		Attached <input type="checkbox"/>

- Attach Additional Sheets If Necessary

Incident - nPAC0633828603
application - pPAC0633828714

RP#1137