

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: Arena Resources Inc.	Contact: Bob Akin
Address: 4920 S. Lewis, Suite 107	Telephone No. (505) 390-8007
Facility Name: SRQU	Facility Type: Production Satellite

Surface Owner <i>State</i>	Mineral Owner	Lease No. 34227
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LOCATION OF RELEASE

Unit Letter I	Section 34	Township 22S	Range 36E	Feet from the 1500'	North/South Line SL	Feet from the 10'	East/West Line EL	County Lea
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Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release: Oil and Water	Volume of Release: 8 bbls oil 45 bbls water	Volume Recovered 7 bbls oil 35 bbls water
Source of Release: Fiberglass Trunk Line Leak, Chlorides at Sat. #3 are 17,000 PPM.	Date and Hour of Occurrence 2/1/07 9:30 a.m.	Date and Hour of Discovery 2/1/07 10:30 a.m.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson	
By Whom? Danny Palmer	Date and Hour 2/1/07 10:45 a.m.	
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.*

Dixie Electric line truck ran over a 4" fiberglass line, breaking the line and causing spill. Took out a section of pipe and replace with new pipe.

Describe Area Affected and Cleanup Action Taken.*

Pasture land. All fluid was picked up by a vacuum truck, line was fixed and put back in service and cleaned up with backhoe.

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>Bob Akin</i>		OIL CONSERVATION DIVISION	
Printed Name: Bob Akin		Approved by District Supervisor: <i>Chris Williams</i>	
Title: Production Foreman		Approval Date: <i>1/17/08</i>	Expiration Date: <i>4/17/08</i>
E-mail Address: bakin@arenaresourcesinc.com		Conditions of Approval:	
Date: 2/2/07 Phone: (505)390-8007		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

RP# 1742