

**RECEIVED**  
 SEP 07 2010  
 NMOCD ARTESIA

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

**30-015-24529 Release Notification and Corrective Action**

*15E80934847342*

**OPERATOR**

Initial Report     Final Report

Name of Company <b>GP II Energy, Inc. #359</b>		Contact <b>Joe Compton</b>	
Address <b>PO Box 50682</b>		Telephone No. <b>432-684-4748</b>	
Facility Name <b>Federal Littlefield "BO" Tank Battery</b>		Facility Type <b>Tank Battery- Oil and Produced Water Storage</b>	
Surface Owner <b>Federal</b>	Mineral Owner <b>Federal</b>	Lease No. <b>LC-065928A</b>	

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	34	26S	29E	-724	N	-660	E	Eddy

Latitude N 32° 0' 12.10"

Longitude W -103 57' 59.06"

**NATURE OF RELEASE**

Type of Release <b>Produced Oil</b>	Volume of Release <b>~92.5 Bbls</b>	Volume Recovered <b>~20 Bbls</b>
Source of Release <b>Oil Storage Tank</b>	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>Bureau of Land Management notified GP II Energy that a spill had been reported by the New Mexico OCD field inspector at the Federal Littlefield "BO" tank battery.</b>	
By Whom?	Date and Hour <b>Check with BLM</b>	
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. \*Worked over Federal "BO" #6. Well flowed during night and pushed water from the gun barrel into oil storage tank. Equalizer was unable to accommodate flow and oil ran over the storage tank. We are going to install a larger gun barrel capable of handling production surges of this volume.

Describe Area Affected and Cleanup Action Taken. Please see attached Basin Environmental Remediation Summary and Risked-Base Site Closure Request, dated August 2010, 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: <i>Joe L. Compton</i>	<b>OIL CONSERVATION DIVISION</b>
Printed Name: <b>Joe L. Compton</b>	Signed By: <i>Mike [Signature]</i>
Title: <b>Agent</b>	Approved by District Supervisor:
E-mail Address: <b>Compton@gp2energy.com</b>	Approval Date: <b>SEP 13 2010</b> Expiration Date: <i>n/a</i>
Date: <b>8/25/10</b> Phone: <b>432-684-4748</b>	Conditions of Approval: <i>NA - Final</i>

*2RP-374*