

RECEIVED

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

DEC 21 2010
HOBBSDO

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 – EnerVest Operating LLC	Contact – Elroy Ardoin
Address – 1001 Fannin Street, Suite 800, Houston, TX 77002	Telephone No. (713) 495 6534
Facility Name – Abalone AMB State #1 Tank Battery	Facility Type – Tank Battery
Surface Owner – State of NM	Mineral Owner
API No. 30-025-01153	

LOCATION OF RELEASE

Unit Letter D	Section 26	Township 14S	Range 33E	Feet from the South Line	Feet from the East/West Line	County Lea
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Latitude N 32.78634 Longitude W 104.05161

NATURE OF RELEASE

Type of Release - Saltwater and Oil	Volume of Release estimated 100bbls	Volume Recovered 55bbls
Source of Release – Hole in bottom of separator	Date and Hour of Occurrence ? 12/8/2010 – before 3:00PM	Date and Hour of Discovery 12/8/2010 - 3:00PM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson – NMOCD Hobbs Office	
By Whom? Andy Price – Contract Environmental Consultant for EnerVest Operating	Date and Hour – 12/9/10 2:30PM	
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.* A hole in the bottom of the separator was the source of the release. The spill was partially contained within the tank battery dike area. An estimated 100bbls was spilled with 45bbls being recovered. The faulty separator was repaired immediately. Repairs began immediately on the leaking separator. No further remedial action has been taken yet.

Describe Area Affected and Cleanup Action Taken.*

The spill area included the section within the tank battery dike which is 12yds X 11yds, the caliche pad area in front of the tank battery which is an estimated 15yds X 40yds area outside the berm, and the area across the location to the east side which about 12yds X 15yds. Remediation action taken was to recover about 45 bbls of freestanding produced water with some oil into a transport. A sampling investigation will be conducted to delineate the extent of contamination. A sampling report will be submitted to OCD with a remediation plan to be implemented **upon NMOCD approval**. The most likely remediation plan to be recommended will be to conduct "dig & haul" operation with lab analysis. A closing report will then be submitted to OCD.

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>Andy B. Price</i>	OIL CONSERVATION DIVISION	
Printed Name: Andy Price	Approved by District Supervisor: <i>L. Johnson</i> ENVIRONMENTAL ENGINEER	
Title: Contract Environmental Consultant for EnerVest Operating	Approval Date: 12.21.10	Expiration Date: 3.21.11
E-mail Address: andyprice@grandecom.net	Conditions of Approval:	
Date: 12/21/2010 Phone: (432) 352-6400	SUBMIT FINAL C-141 w/Docs BY <i>12.10.2010</i> Attached <input type="checkbox"/> IRP# 12.10.2625	

* Attach Additional Sheets If Necessary

nLWJ 1035530750
RLWJ 1035531205