

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

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

OPERATOR

☒ Initial Report ☐ Final Report

| | | | |
|-----------------|--|---------------|----------------|
| Name of Company | Aspen Operating Company, LLC | Contact | Michael Wilson |
| Address | 1300 S. University Dr., Suite 200, Ft Worth, 76107 | Telephone No. | 817-455-2311 |
| Facility Name | State AC Battery | Facility Type | SWD Battery |

| | | | | | |
|---------------|---------------|---------------|-------------|---------|--------------|
| Surface Owner | Garth Coombes | Mineral Owner | State of NM | API No. | 30-025-03646 |
|---------------|---------------|---------------|-------------|---------|--------------|

LOCATION OF RELEASE was at the Battery

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| N | 15 | 10S | 36E | 660 | S | 1980 | W | LEA |

Latitude 33.44249 N Longitude -103.25071 W

NATURE OF RELEASE

3/27/15, 12:00 AM.

| | | | | | |
|-----------------------------|---|---|---|------------------|----------|
| Type of Release | Produced Water at the Battery | Volume of Release | 700 BBLs. | Volume Recovered | 655 BBLs |
| Source of Release | SWD Tank at Batter over flow | Date and Hour of Occurrence | Date and Hour of Discovery <u>3/27/15</u> | | |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Donna Mull, 3/27/15, 1:02 PM left mssg./8:00 AM Mark Whitaker 3/27/15 @ 1:27 PM. Left Message. | | | |
| By Whom? | Larry Spittler | Date and Hour <u>3/27/15 @ 1:00 PM</u> | | | |
| 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.*

No

RECEIVED

By OCD; Dr. Oberding at 2:24 pm, Mar 30, 2015

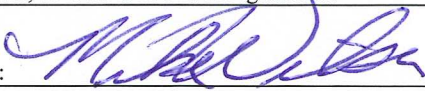

Describe Cause of Problem and Remedial Action Taken.*

* The Murphey level switch on the SWD tank failed to activate and start up the injection pump at the SWD facility causing the SWD tank to high level and over flow. The SWD facility does have a SCADA alarm system which also failed in sending out a High Level Alarm to the lease operator. Shut down the wells going to the facility. Called out a SCADA Tech and injection pump Tech to service the equipment. Found and replaced a shorted out electric motor on the injection pump. Murphy Level Switch Repaired.

Describe Area Affected and Cleanup Action Taken.*

Tank Battery & Pasture. Called out vacuum truck to vacuum up the standing produced water. Called out a SCADA tech and conducted systems test. Calibrated and reset the SCADA high level alarms. Conducted a PM on the injection pump to insure the pump is properly working.

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:  | OIL CONSERVATION DIVISION | |
| Printed Name: Michael Wilson | Hydrologist Approved by Environment Specialist:  | |
| Title: Production Manager | Approval Date: <u>03/30/2015</u> | Expiration Date: <u>06/30/2015</u> |
| E-mail Address: mwilson@aspen-oil.com | Conditions of Approval: Site samples required. Delineate and remediate area as per NMOCD guides. | Attached <input type="checkbox"/> LRP-3588 217598 |
| Date: 3/30/2015 | Phone: 817-455-2311 | |

* Attach Additional Sheets If Necessary

nTO1508953224

pTO1508953401