

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 Beach Exploration, Inc.	Contact Jack Rose
Address 800 N. Marienfeld, Suite 200, Midland, TX 79701	Telephone No. 432/683-6226
Facility Name Eastland Queen Unit	Facility Type Waterflood Satellite test Battery
Surface Owner State	Mineral Owner State
API No. 30-015-26095 Unit Number: 300337	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	11	19S	29E	990	North	990	West	Eddy

Latitude 32.681395° Longitude -104.046659°

NATURE OF RELEASE

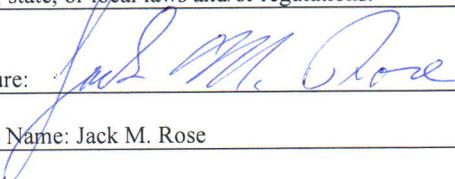
Type of Release 3 bbls oil/water mix	Volume of Release Est. 3 bbl	Volume Recovered 3 bbl
Source of Release Cattle knocked over fence around battery and rubbed on 1/4" valve on tester Murphy switch.	Date and Hour of Occurrence Est 9/6/16 11:30a.m.	Date and Hour of Discovery 9/6/16 4:00 pm
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Beach Exploration, Inc. from OCD	
By Whom? OCD	Date and Hour 9/20/16 3:17pm	
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.*
NA

Describe Cause of Problem and Remedial Action Taken.*Leak due to cattle knocking over fence around battery and rubbed on 1/4" valve on tester Murphy switch opening and releasing 3 bbls oil/water onto caliche well pad. Cleaned area and netted tank.

Describe Area Affected and Cleanup Action Taken.*
See attached Remediation Plan.

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: 	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Jack M. Rose	Approved by Environmental Specialist:	
Title: Engineer	Approval Date:	Expiration Date:
E-mail Address: bmartin@beachexp.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 10/26/2016 Phone: 432/683-6226		

* Attach Additional Sheets If Necessary

Beach Exploration, Inc.

EQU #24 Location Spill
Unit C, Sec 11, T-19-S R-29-E

Remediation Plan

October 26, 2016

Beach has contacted CMB Environmental (575-622-2012) out of Roswell New Mexico to assist in the remediation of the subject spill.

Using Google Earth images, location specifics and the original photos taken on 9-6-16 by Robert Kasuboski with the State Land Office, the area of the spill was delineated (see attached "EQU#24 Spill Size.pdf" and two original photos "EQU#24 9-6-16 pho1.jpeg" and "EQU #24 9-6-16 ph03.jpeg").

The "Site Assessment" from the OCD guidelines for this location was a score of "0" on a scale of "0-20".

Depth to Ground Water >100' (195' see attached PDF file SLO FW depth) Ranking Score = 0

Wellhead Protection Area >1000' from any water source Ranking Score = 0

Distance To Surface Water Body >1000' Ranking Score = 0

With a score of 0 – 9 requirements are to remediate the soil to Benzene (10 ppm), BTEX (50 ppm) and TPH (5000 ppm).

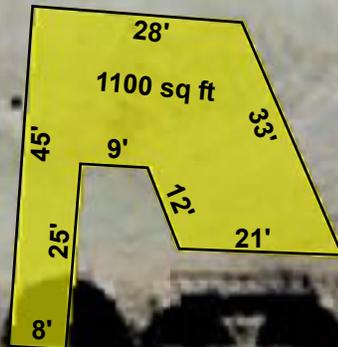
CMB Environmental's recommendation, based on the above information, is to remove all stained/saturated material to an approved site and then take a few samples in the excavated area at 3' and 6' to ensure remediation levels are acceptable. The area would then be backfilled with clean material. This recommendation was based on the original spill photos, the delineation of the spill and "Site Assessment" score of "0".

Beach Exploration, Inc.

EQU #24 Location
Unit C Sec 11, T-19-S R-29-E

Spill Delineation
(Based on Original Photos)

EQU #24 



Scale 1" = 25'





15-0
8927
17534
1-0