

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 April 3, 2017

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 | Legacy Reserves Operating LP | Contact | Steven Dittman |
| Address | P.O. 10848 Midland, TX 79702 | Telephone No. | 432-312-4757 |
| Facility Name | Jalmat Yates Unit #17 | Facility Type | Oil |
| Surface Owner | Greg Fulfer | Mineral Owner | |
| | | API No. | 30-025-11648-00-00 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| C | 18 | 25S | 37E | 660 | North | 1,980 | West | Lea |

Latitude 32.135787° Longitude -103.203931° NAD83

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|-----------|----------------------------|--------------------|
| Type of Release | Oil and water | Volume of Release | 50 bbls | Volume Recovered | 0 |
| Source of Release | 2" steel flowline | Date and Hour of Occurrence | 5/19/2011 | Date and Hour of Discovery | 5/19/2011-10:00 AM |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Land Owner – Greg Fulfer NMOCD – Geoff Leking | | | |
| By Whom? | Tommy Hill – Berry Johnson | Date and Hour 5/19/2011 – 4:00 PM | | | |
| 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.*

Property bought from COG. Well was in test and result was low. Found leak in pasture from old 2" steel flowline. Will replace with 2 SDR 7 poly. We S/I well and notified land owner and NMOCD. Depth to ground water one hundred fifteen (115) feet below ground surface (bgs).

Describe Area Affected and Cleanup Action Taken.*

Pasture land approximately twenty (20) feet wide x one hundred fifty (150) feet long, then ran six hundred (600) feet x two (2) feet wide down cow trail. Fenced area off and contacted Etech Environmental for remediation plan. Remediation plan was generated and work performed. Pooled areas at the release point at the west terminus of the release flow path, and at the east terminus of the release flow path were excavated to twenty-two (22) feet bgs. The release flow path in the pasture was excavated to six (6) to twelve (12) feet bgs. All impacted soils (4,780 cubic yards) were removed from the site, transported, and disposed of at Sundance Services. Per NMOCD approval of October 5, 2011, and based upon the analytical data and the site conditions, the pooled areas at the site were backfilled with clean fill material to a depth of ten (10) feet bgs where a twenty (20) mil poly liner was installed and the areas backfilled to surface and contoured. The spill flow path was backfilled to surface.

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.

OIL CONSERVATION DIVISION

| | | | |
|---|---------------------------------------|------------------|-----------------------------------|
| Signature: <u>Steven Dittman</u> | Approved by Environmental Specialist: | | |
| Printed Name: <u>Steven Dittman</u> | | | |
| Title: <u>Production Foreman</u> | Approval Date: | Expiration Date: | |
| E-mail Address: <u>sdittman@legacyp.com</u> | Conditions of Approval: | | Attached <input type="checkbox"/> |
| Date: <u>8/17/17</u> | Phone: 432-312-4757 | | |

* Attach Additional Sheets If Necessary