

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

Release Notification and Corrective Action

ISEB 0828334166
N 9E80828334032

OPERATOR

☒ Initial Report ☐ Final Report

| | | | |
|-----------------|----------------------------------|---------------|-----------------|
| Name of Company | Tandem Energy Corporation | Contact | Brandi Barthels |
| Address | P.O. Box 1559, Midland, TX 79702 | Telephone No. | 361-935-9377 |
| Facility Name: | James Federal 003 | Facility Type | oil |

| | | | | | |
|---------------|---------|---------------|--|-----------|---|
| Surface Owner | FEDERAL | Mineral Owner | | Lease No. | 3 |
|---------------|---------|---------------|--|-----------|---|

30-015-21985

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| L | 26 | 16S | 30E | 1980 | South | 330 | West | Eddy |

Latitude 32.53.441 Longitude 103.57.008

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|------------|----------------------------|---|
| Type of Release | Oil | Volume of Release | 5 bbls oil | Volume Recovered | 0 |
| Source of Release | | Date and Hour of Occurrence | | Date and Hour of Discovery | |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | | | |
| By Whom? | | Date and Hour | | | |
| 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.*

N/A

Describe Cause of Problem and Remedial Action Taken.*

Pump malfunction caused 5 bbls of oil to be released. None recovered. The remedial action plan will be developed and executed for the site after soil sampling is conducted.

Describe Area Affected and Cleanup Action Taken.*

The affected area is approximately 4' x 30'. The remediation plan will be developed and executed based on the soil analysis results.

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>Brandi Barthels</i> | <u>OIL CONSERVATION DIVISION</u> | |
| Printed Name: Brandi Barthels | Approved by District Supervisor: <i>TCumby SB</i> | Remediation Actions to be completed and Final C-141 submitted with confirmation analyses/documentation on or before the Expiration Date |
| Title: Regulatory and Environmental Affairs Manager | Approval Date: 10-09-08 | Expiration Date: 12-08-08 |
| E-mail Address: bbarthels@platenergy.com | Conditions of Approval: | Attached <input checked="" type="checkbox"/> |
| Date: 10/08/2008 Phone: 361.935.9377 | Within 30 days, on or before 11-08-08, completion of a remediation work plan based on delineation should be finalized and submitted for approval to the Division summarizing all actions taken and/or to be taken to mitigate environmental damage | - 2RP - 247 |

* Attach Additional Sheets If Necessary

SEA 0828334237

Notify OCD 48 hours prior to
obtaining samples where analyses
are to be presented to OCD