

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

|   |                     |  |                                       |
|---|---------------------|--|---------------------------------------|
| <b>ENERVEST OPERATING LLC</b> 14249 <b>OPERATOR</b> |                     | <input checked="" type="checkbox"/> Initial Report | <input type="checkbox"/> Final Report |
| Name of Company - Texas ReExploration Operating LC  |                     | Contact - Dean Brooks                              |                                       |
| Address - 3025 Maxroy, Houston, TX 77008            |                     | Telephone No. 713-622-2425                         |                                       |
| Facility Name - WLHU Tract I #6                     |                     | Facility Type - Tank Battery                       |                                       |
| <b>WLH 645 UNIT 006</b>                             |                     |  |                                       |
| Surface Owner - Steve Hanes                         | Mineral Owner - BLM | API No. 30-015-04496                               |                                       |

30-015-04496

LOCATION OF RELEASE

|                  |              |                 |              |                             |                                 |                |
|------------------|--------------|-----------------|--------------|-----------------------------|---------------------------------|----------------|
| Unit Letter<br>F | Section<br>7 | Township<br>18S | Range<br>30E | Feet from the<br>South Line | Feet from the<br>East/West Line | County<br>Eddy |
|------------------|--------------|-----------------|--------------|-----------------------------|---------------------------------|----------------|

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

NATURE OF RELEASE

|  |   |                                    |
|--|---|------------------------------------|
| Type of Release - Oil  | Volume of Release - estimated<br>20bbbls  | Volume Recovered - 0bbbls          |
| Source of Release - Flow Line  | Date and Hour of Occurrence. ?            | Date and Hour of Discovery 3/24/08 |
| Was Immediate Notice Given?<br><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?<br><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.\*

The spill at this site is considered to be approximately 15bbbls. The cause of the leak was a flowline failure which was quickly repaired. No remedial action taken yet. The remediation plan is to remove contaminated soil and dispose of at nearest NMOCD approved disposal site. This plan will be implemented upon NMOCD approval. Please see attached photos.

Describe Area Affected and Cleanup Action Taken.\*

The approximate area effected is 3yds X 30yds. The spill ran behind the tanks in a low lying area. Any soil with elevated levels of Total Petroleum Hydrocarbons will be removed. The choice of abatement is to remove contaminated soil and dispose of at the nearest NMOCD approved disposal site. in Eddy County.

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>Dean Brooks</i>        | <b>OIL CONSERVATION DIVISION</b>             |  |
| Printed Name: Dean Brooks            | Accepted for record - NMOCD                  |  |
| Title: Vice President of Engineering | Approved by District Supervisor:             | Approval Date: _____ Expiration Date: 11-30-09 |
| E-mail Address: dbrooks@tex-rex.com  | Conditions of Approval:                      | Attached <input checked="" type="checkbox"/>   |
| Date: 4/15/08 Phone: 713-622-2425    | Work plan approval with stipulations 2RP-279 |  |

\* Attach Additional Sheets If Necessary