

Recd 7/15/09
NMOCD MB

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

30-015-27593

Release Notification and Corrective Action

NMLB 091394296

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company: Chesapeake Energy 147179	Contact: Bradley Blevins
Address: 1616 West Bender	Telephone No.: (575) 441- 0341
Facility Name: Lotos Federal 4 #901	Facility Type: Production

Surface Owner:	Mineral Owner:	Lease No.: 3001527593
----------------	----------------	-----------------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	9	24S	31E	2310	FSL	2310	FEL	Eddy

Latitude: N 32° 13' 50.62" Longitude: W 103° 46' 52.57"

NATURE OF RELEASE

Type of Release: Oil	Volume of Release: ~ 50 bbls	Volume Recovered: ~20 bbls
Source of Release: Equipment Failure	Date and Hour of Occurrence: 15 May, 2009	Date and Hour of Discovery: 15 May, 2009
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher, NMOCD; Jim Amos, BLM	
By Whom?	Date and Hour:	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse: Not Applicable	
If a Watercourse was Impacted, Describe Fully.* Not Applicable		

Describe Cause of Problem and Remedial Action Taken.* The release of approximately 50 barrels of oil inside the firewall was the result of equipment failure, with approximately 20 barrels were recovered from the site.

Describe Area Affected and Cleanup Action Taken.* Approximately 9,100 square-feet of surface area was impacted by the release. Tanks were removed, contaminated soil excavated and hauled to state approved disposal facility. The excavation was sampled and backfilled with clean caliche.

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>Bradley Blevins</i>		OIL CONSERVATION DIVISION	
Printed Name: Bradley Blevins		Approved by <i>Mike Bratcher</i>	
Title: EH & S		Approval Date: JUL 21 2009	Expiration Date: N/A
E-mail Address: bblevins@chkenergy.com		Conditions of Approval: N/A	Attached <input type="checkbox"/>
Date: 7-14-09 Phone: (575) 441- 0341			

* Attach Additional Sheets If Necessary

2RP-311