

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
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

30-015-35920

Release Notification and Corrective Action

MLR 1001949806

OPERATOR

☐ Initial Report ☒ Final Report

| | |
|--|------------------------------|
| Name of Company - Corkran Energy 243452 | Contact - Dennis Corkran |
| Address - 300 Beardsley Lane C204 Austin, TX 78746 | Telephone No. - 512-329-6140 |
| Facility Name - Frontier 9 Fed Com #1 | Facility Type - Drilling Pit |

| | | |
|---------------------|-----------------|------------------------|
| Surface Owner - BLM | Mineral Owner - | Lease No. 30-015-35920 |
|---------------------|-----------------|------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|--------------|-----------------|--------------|---------------|------------------|---------------|----------------|----------------|
| Unit Letter J | Section 9 | Township 23S | Range 22E | Feet from the | North/South Line | Feet from the | East/West Line | County Eddy |
|------------------|--------------|-----------------|--------------|---------------|------------------|---------------|----------------|----------------|

Latitude 32° 18.991' N Longitude 104° 42.342' W

NATURE OF RELEASE

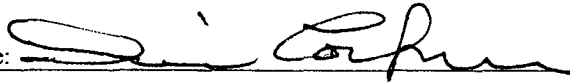

| | | |
|--|---|-------------------------------------|
| Type of Release - Drilling Pit Contents | Volume of Release - N/A | Volume Recovered - N/A |
| Source of Release - Drilling Pit | Date and Hour of Occurrence NA | Date and Hour of Discovery 11-24-09 |
| Was Immediate Notice Given? <input type="checkbox"/> 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.*

Describe Cause of Problem and Remedial Action Taken.* Drilling pit contents leaked into underlying soil.

Describe Area Affected and Cleanup Action Taken.* Pit bottoms were tested and delineated to NMOCD standards. Attached is the plat map, field analytical and lab confirmations of the delineation. As per the approved remediation plan the drilling pit was capped with a 20 mil poly liner at 9' bgs (Pit bottom). A 4 oz. Geotextile liner was installed above and below the poly liner. The site was backfilled with clean native soil and seeded per the original pit closure 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:  | | OIL CONSERVATION DIVISION | |
| Printed Name: Dennis Corkran | | Approved by  | |
| Title: Owner PRESIDENT | | Approval Date: JAN 19 2010 | Expiration Date: N/A |
| mail Address: D.corkran@corkranenergy.com | | Conditions of Approval: NA | Attached <input type="checkbox"/> |
| Date: 12-17-09 Phone: 512-329-6140 | | | |

* Attach Additional Sheets If Necessary