

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

30-015-00653
7 KMW 1104632384
Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company - Legacy Reserves Operating, LP	Contact - Hugh Rogers; pumper, lease operator
Address - P.O. Box 10848, Midland, TX 79702-7848	Telephone No. 575.605.1563
Facility Name - South Red Lake Unit 1	Facility Type Production Well

Surface Owner	Mineral Owner	Lease No. 307863
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LOCATION OF RELEASE

Unit Letter C	Section 36	Township 17S	Range 27E	Feet from the 660'	North/South Line NL	Feet from the 1650'	East/West Line WL	County Eddy
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Latitude 32.796005N Longitude -104.23543W

NATURE OF RELEASE

Type of Release - mixed fluids	Volume of Release 25 bbls	Volume Recovered 2 bbls
Source of Release - ruptured flow line	Date and Hour of Occurrence 2/8/11, am	Date and Hour of Discovery 2/8/11, pm
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? 24 hr notification to Mike Bratcher, NMOCD	
By Whom? Mike Stubblefield, Talon/LPE	Date and Hour 2/9/11 @ 15:05pm	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

If a Watercourse was Impacted, Describe Fully.* no impact to waterway

RECEIVED

FEB 11 2011

Describe Cause of Problem and Remedial Action Taken.*


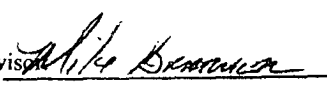
NMOCD ARTESIA

Frozen poly flow line ruptured. Line repaired accomplished same day.

Describe Area Affected and Cleanup Action Taken.*

Downhill flow path approximately 400' x 6'. 2 bbs recovered same day as release. Talon/LPE on site for initial sampling 2/9/11, notification to NMOCD and C-141 submitted 2/9/11. Remedial action work plan will be generated based on laboratory analytical 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: 	OIL CONSERVATION DIVISION	
Printed Name: David J. Adkins	Approved by District Supervisor 	
Title: District Manager Talon/LPE, Agent for Legacy Reserves	Approval Date: 2/17/11	Expiration Date:
E-mail Address: dadkins@talonlpe.com	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	
Date: 2/9/11 Phone: 575.746.8768 (office) 575.441.4835 (cell)	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

3/17/11

2 RP-604