

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

nmlb/128638295 *236183* OPERATOR Initial Report Final Report

Name of Company <i>TANDEM ENERGY CORP.</i>	Contact <i>RUMALDO HINJOSA</i>
Address <i>PO BOX 1559 MIDLAND TX 79702-1559</i>	Telephone No. <i>575-626-9969</i>
Facility Name <i>WELCH ST # 4</i>	Facility Type <i>WELL + BATTERY</i>

Surface Owner <i>ST</i>	Mineral Owner	API No. <i>30-015-24557</i>
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<i>A</i>	<i>21</i>	<i>185</i>	<i>28E</i>					<i>Eddy</i>

Latitude *32°-44'-16.2"* Longitude *104°-10'-23.6"*

NATURE OF RELEASE

Type of Release <i>OIL</i>	Volume of Release <i>400^{LOST} bbl</i>	Volume Recovered <i>0</i>
Source of Release <i>BOTTOM OF TANK</i>	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>MIKE</i>	
By Whom? <i>ALLEN ADGE</i>	Date and Hour <i>9-19-11 @ 3:00 PM</i>	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse	

RECEIVED
SEP 29 2011
NMOCD ARTESIA

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* *220 bbl. TANK. HAD TRUCK PULL 180 bbl AND MOVE HAD WHOLE IN BOTTOM OF ~~220~~ TO CENTRAL BATTERY LOST 40 bbl*

Describe Area Affected and Cleanup Action Taken.* *SPILL RAN ACROSS LOCATION AND INTO PASTURE USED BACKHOE TO PICK UP IMPACTED SOILS FROM PASTURE AND STOCKPILE ON LOCATION TO BE HAULED OFF SITE FOR DISPOSAL*

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>Rumaldo Hinjosa</i>	OIL CONSERVATION DIVISION	
	Signed By <i>Mike Beaman</i> Approved by Environmental Specialist:	
Printed Name <i>Rumaldo Hinjosa</i>	Approval Date <i>OCT 13 2011</i>	Expiration Date:
Title: <i>Production Superintendent</i>	Conditions of Approval:	
E-mail Address: <i>rhinjosa@plateenergy.com</i>	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	
Date: <i>9/21/2011</i> Phone: <i>575-626-9969</i>	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Remediation proposal was submitted w/ C-141 2RP-913