

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

RECEIVED

SEP 10 2012

NMOCD ARTESIA

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

NMLB 1226438559		OPERATOR		<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company: Chesapeake Energy		Contact: Bradley Blevins			
Address: 5014 Carlsbad Highway		Telephone No.: (575) 391-1462 ext. 86424			
Facility Name: Old Indian Draw Unit Battery		Facility Type: Tank Battery			
Surface Owner: Federal Government		Mineral Owner: Federal Government		Lease No.: NM-0415688-A	

LOCATION OF RELEASE

30-015-20918

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	18	22 S	28 E					Eddy

Latitude: N 32° 23' 26.01" Longitude: W 104° 07' 28.58"

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: ~300 bbls	Volume Recovered: ~170 bbls
Source of Release: Nipple on produced water line	Date and Hour of Occurrence: August 30, 2012 @ ~08:30 hrs	Date and Hour of Discovery: August 30, 2012 @ ~08:30 hrs
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; James Amos, BLM	
By Whom? Bradley Blevins	Date and Hour: August 30, 2012 @ ~08:30 hrs	
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		
Depth to Groundwater: ~50 feet		
Describe Cause of Problem and Remedial Action Taken.* A one-inch nipple ruptured releasing approximately 300 bbls of produced water. Approximately 170 bbls were recovered via vacuum truck. An Emergency Response Team arrived at the release area and began continuous abatement of the impacted area.		
Describe Area Affected and Cleanup Action Taken.* Approximately 12,730 square feet of area was affected by the release of produced water. Visibly stained soil was excavated and hauled away for disposal at a state approved facility. Soil samples were collected and submitted to Cardinal Laboratories for testing. Upon receiving acceptable results and NMOCD approval, the affected area will be backfilled, and returned to proper conditions.		
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: <u>Bradley Blevins</u>		OIL CONSERVATION DIVISION	
Printed Name: Bradley Blevins		Approved by District Supervisor: <u>Mike Bratcher</u>	
Title: EH & S Field Specialist		Approval Date: <u>SEP 20 2012</u>	Expiration Date:
E-mail Address: bradley.blevins@chk.com		Conditions of Approval:	
Date: <u>9-10-12</u> Phone: (575) 391-1462, #86424		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**
10/20/2012

2RA-1297