

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

30-015-26239

Release Notification and Corrective Action

30-015-26239

nMLB050634463

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company Chesapeake Energy	Contact James D. Clary
Address 5014 Carlsbad Hwy, Hobbs, New Mexico 88240	Telephone No. 505-391-1462 ext. 15/ cell 505-631-9749
Facility Name Teledyne #1 btry	Facility Type heater treater

Surface Owner Intrepid Potash	Mineral Owner Fee	Lease No. n/a
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LOCATION OF RELEASE

Unit Letter C	Section 14	Township T23S	Range R28E	Feet from the 660'	North/South Line North	Feet from the 1980'	East/West Line West	County Eddy
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Latitude 32-18.63N Longitude 104-03.58W

NATURE OF RELEASE

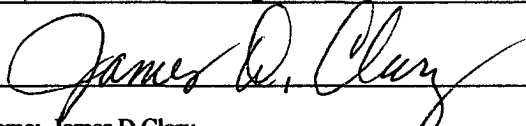

Type of Release Oil	Volume of Release 15 bbls	Volume Recovered 8bbls
Source of Release - Gasket on Heater treater	Date and Hour of Occurrence 2/13/05 6:30AM	Date and Hour of Discovery 2/13/05 8:30AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Van Barton	RECEIVED AUG 10 2005 OCD-ARTESIA
By Whom? Bob Allen/ Safety & Environmental Solutions	Date and Hour 2/13/05 2:00 PM	
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.* All contaminated soil was removed and fill dirt put in place as directed by OCD. Heater treater Gasket replaced, separators and heater treater placed in a lined containment (40 mill liner).

Describe Area Affected and Cleanup Action Taken.* The affected area was completely remediated and tested as outlined by work plan, supervision provided by Mike Bratcher with OCD, vegetation is presently growing in the affected area.

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: James D Clary		Approved by District Supervisor: TIM GUM by MB 	
Title: Production Supervisor		Approval Date: 2/6/05	Expiration Date: n/a
E-mail Address: jclary@chkenergy.com		Conditions of Approval: n/a	
Date: 8/8/05 505-631-9749		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary