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 arict IV

20 S. St. Francis Dr., Santa Fe, NM 87505

## State of New Mexico Energy Minerals and Natural Resources

AUG 27 2013

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Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit 2 Copies to appropriate
NMOCD ARTES A with Rule 116 on back

side of form

| Release Notification and Corrective Action   |            |                |              |                               |                                |   |             |          |  |           |   |              |
|--|------------|----------------|--------------|-------------------------------|--------------------------------|---|-------------|----------|--|-----------|---|--------------|
| nJMh   | 132        | 4637           |              |                               |                                | <b>OPERA</b>  | ΓOR         |          | ] Initia   | al Report |   | Final Report |
| Name of Co   |            |                |              | GLLC 22°                      |                                | Contact   |             | n McNeil |  |           |   |              |
| Address 600 West Illinois Avenue, Midland, TX 79701 Facility Name Falabella 31 Fee #001H   |            |                |              |                               |                                | Telephone No. 432-230-0077 Facility Type Well             |             |          |  |           |   |              |
|  |            |                |              |                               |                                |   |             |          |  |           |   |              |
| Surface Ow   | ner Priva  | ite            | )wner        | Lease No. (API#) 30-015-40814 |                                |   |             |          |  |           |   |              |
| LOCATION OF RELEASE  |            |                |              |                               |                                |   |             |          |  |           |   |              |
| Unit Letter<br>M   | Section 31 |                |              |                               | North                          | rth/South Line   Feet from the   East/                    |             |          | Vest Line County Eddy                            |           |   |              |
| Latitude 32.69764 Longitude 104.42860  |            |                |              |                               |                                |   |             |          |  |           |   |              |
| NATURE OF RELEASE  |            |                |              |                               |                                |   |             |          |  |           |   |              |
| Type of Release Completion fluid   |            |                |              |                               |                                | Volume of Release 2340bbls                                |             |          | Volume Recovered 2210bbls                        |           |   |              |
| Source of Release Metcalf LT Coin #1   |            |                |              |                               |                                | Date and Hour of Occurrence<br>8-12-2013                  |             |          | Date and Hour of Discovery<br>08-12-2013 08:30am |           |   |              |
| Was Immediate Notice Given?  ✓ Yes ☐ No ☐ Not Required   |            |                |              |                               |                                | If YES, To Whom?  |             |          |  |           |   |              |
| By Whom? Robert McNeill  |            |                |              |                               |                                | Date and Hour 08-12-2013 08:30am                          |             |          |  |           |   |              |
| Was a Watercourse Reached?  ☐ Yes ☒ No   |            |                |              |                               |                                | If YES, Volume Impacting the Watercourse.                 |             |          |  |           |   |              |
| I. Water   |            |                |              |                               |                                |   |             |          |  |           |   |              |
| a Watercourse was Impacted, Describe Fully.*   |            |                |              |                               |                                |   |             |          |  |           |   |              |
| Describe Cause of Problem and Remedial Action Taken.*  |            |                |              |                               |                                |   |             |          |  |           |   |              |
| During the completion of the Falabella 31 Fee #1H well, discovered surface release at an adjacent plugged well, Metcalf LT Com #1, formerly plugged by Yates Petroleum. Will re-enter and re-plug well.  |            |                |              |                               |                                |   |             |          |  |           |   |              |
| Describe Area Affected and Cleanup Action Taken.*  |            |                |              |                               |                                |   |             |          |  |           |   |              |
| A containment berm was constructed around the plugged well. A 20' x 30' area was affected. To date recovered 2210bbls of fluid.  |            |                |              |                               |                                |   |             |          |  |           |   |              |
| 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. |            |                |              |                               |                                |   |             |          |  |           |   |              |
|  |            |                |              |                               |                                | OIL CONSERVATION DIVISION                                 |             |          |  |           |   |              |
| Signature:   |            | 77             | 1 /          |                               |                                |   |             |          |  |           |   |              |
| Printed Name: Robert Grubbs Jr.  |            |                |              |                               |                                | Approved by District Supervisor: Signed By Mily Beautiful |             |          |  |           |   |              |
| Title:   | ζ          | ienior Environ | mental Co    | ordinator                     |                                | Approval Date   | TP N 3 2013 | ו מ      | piration I                                       |           |   |              |
| E-mail Addre   | ss:        | `rgrubbs@      | concho.co    | m                             |                                | Conditions of   | • •         |          |  | Attached  | П |              |
| Date:  | 08-26-2013 |                | 432-661-6601 |                               | Remediation per OCD Rule &     |   |             |          |  |           |   |              |
| * ····   |            | te If Nacacen  |              |                               | Guidelines. SUBMIT REMEDIATION |   |             |          |  |           |   |              |

PROPOSAL NO LATER THAN: ctober 03, 2013