

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

Form C-141
Revised August 8, 2011

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

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

Release Notification and Corrective Action

rHMP 1411829494

OPERATOR Initial Report Final Report

| | |
|--|---|
| Name of Company: BOPCO, L.P. <i>260 737</i> | Contact: Tony Savoie |
| Address: 522 W. Mermod, Suite 704 Carlsbad, N.M. 88220 | Telephone No. 575-887-7329 |
| Facility Name: PLU-162 | Facility Type: Exploration and Production |
| Surface Owner: Federal | Mineral Owner: Federal |
| API No. 30-015-35522 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| C | 6 | 24S | 30E | 660 | North | 1855 | West | Eddy |

Latitude N 32.252159 Longitude W 103.923572

NATURE OF RELEASE

| | | |
|--|--|--|
| Type of Release: Produced water | Volume of Release: 400 bbls | Volume Recovered: None |
| Source of Release: 1" hose on the water injection line | Date and Hour of Occurrence: 4/20/14 time unknown | Date and Hour of Discovery: 4/20/14 at 5:00 a.m. |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? NMOCD emergency #104 and the BLM | |
| By Whom? Tony Savoie | Date and Hour: 4/20/14 at 9:00 a.m. | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

RECEIVED
 APR 24 2014
 NMOCD ARTESIA

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
A 1" high pressure hose connecting the flow line to the well failed at the coupling. The hose section was replaced.

Describe Area Affected and Cleanup Action Taken.*
The spill impacted approximately 22,500 sq.ft. of well pad area and approximately 15,000 sq.ft. of pasture area. The site was cleared by the BLM Arch survey. Basin Environmental began delineation activities on 4/21/14 and started removing impacted soil on 4/22/14. The remediation is in progress. The spill will be cleaned up in accordance to the NMOCD and BLM remediation guidelines.

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>Tony Savoie</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Tony Savoie | Approved by Environmental Specialist: <i>[Signature]</i> | |
| Title: Waste Management and Remediation Specialist | Approval Date: <i>4/28/14</i> | Expiration Date: <i>NA</i> |
| E-mail Address: tasavoie@basspet.com | Conditions of Approval: Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN: | |
| Date: 4/24/14 | Phone: 432-556-8730 | Attached <input type="checkbox"/> |

* Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:
5/28/14

2RP-2265