District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztee, NM 87410 District IV Conversion Division 1220 South St. Francis Dr.	8, 2011					
811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztee, NM 87410 Oil Conservation Division NMOCD ARTieStatice with 19.15.29 N						
	MAC.					
District IV 1220 South St. Francis Dr. 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505						
Release Notification and Corrective Action						
OPERATOR Initial Report Sinal Report						
Name of Company LRE Operating, LLC Contact Michael Barrett Address Bagby Street Suite 4600 Houston, TX 77002 Telephone No. 575-623-8424						
Address Bagoy Street Suite 4600 Houston, 1X //002 Telephone No. 575-623-8424 Facility Name Corral Fly 10 Battery Facility Type Battery	Telephone No. 575-623-8424 Facility Type Battery					
Surface Owner Unknown Mineral Owner Federal API No. 30-015-35623						
LOCATION OF RELEASE						
Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County]					
G 10 25S 29E 2520 North 1650 West Eddy County						
Latitude <u>32.145057</u> Longitude <u>103.969135</u>						
NATURE OF RELEASE						
Type of Release Oil Volume of Release 39 bbls Volume Recovered 21 bbls	Volume of Release 39 bbls Volume Recovered 21 bbls					
Source of Release Transfer pump failure Date and Hour of Occurrence Date and Hour of Discovery 1/26/2012 am 1/23/2013 @4:00pm	Date and Hour of Occurrence Date and Hour of Discovery					
Was Immediate Notice Given? If YES, To Whom?]					
Jim Amos/BLM						
Was a Watercourse Reached? If YES, Volume Impacting the Watercourse.	Date and Hour 01/26/13 8:45am					
Yes No						
If a Watercourse was Impacted, Describe Fully.*						
	}					
Describe Cause of Problem and Remedial Action Taken.* Transfer pump failed to start, overflowed stock tank into berm. The berm contained a drain line which was open at the time of release.						
Transfer putip faned to start, overhowed stock tank into berni. The berni contained a drain line which was open at the time of release.						
,						
Describe Area Affected and Cleanup Action Taken.*						
Impacted area was lined berm, the dune area located south of battery was impacted. Fluid was removed from lined berm area, the impacted area located	a					
south of battery was excavated, and removed materials were transported to Lea Land LLC for disposal. Talon/LPE was contacted for soil sampling and construction of final report.						
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: Null Carl						
Printed Name: Mike Barrett Approved by Environmental Specialist:						
Title: Production Supervisor Approval Date: 5/18/15 Expiration Date: NIA						
E-mail Address: ubarrett@limerockresources.com	{					
Date: 4/4/2013 Phone: 575-623-8424 Attached						
2.hP-1s	35					

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