

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

Release Notification and Corrective Action

SEB0823457186
NSEB0823456801

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company: Arena Resources Inc 2204/20	Contact: Bob Akin
Address: 2130 W. Bender Hobbs, NM 88240	Telephone No.: 575-602-8601
Facility Name: NBQU Battery	Facility Type: Production Battery

Surface Owner: BLM	Mineral Owner: BLM	Lease No. 33129
--------------------	--------------------	-----------------

30-015-10087

LOCATION OF RELEASE

Unit Letter J	Section 28	Township 18S	Range 30E	Feet from the 1743	North/South Line SL	Feet from the 784	East/West Line EL	County Eddy
------------------	---------------	-----------------	--------------	-----------------------	------------------------	----------------------	----------------------	----------------

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release 530	Volume Recovered 530
Source of Release: Produced Water tank ran over	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher	
By Whom? Bob Akin	Date and Hour: 08-03-08 8:20 AM	
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.*

Electrical storm shut down the power at this lease, the sand tanks continued to send water to the Water tank causing it to run over.

Describe Area Affected and Cleanup Action Taken.*

Was contained inside the firewall at the battery location. 530 bbls of water was recovered by vacuum truck. Electricity was restored.

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: Bob Akin		OIL CONSERVATION DIVISION	
Printed Name: Bob Akin		Approved by District Supervisor: [Signature]	
Title: Production Foreman		Approval Date: 8/22/08	Expiration Date:
E-mail Address:		Conditions of Approval:	
Date: 08-04-2008 Phone: 575-738-1739		SEE ATTACHED STIPULATIONS	
		Attached <input checked="" type="checkbox"/> [Signature] 2RP-219	

* Attach Additional Sheets If Necessary

SEB 0824052815
CC: WELL FILE

Notify OCD 48 hours prior to
obtaining samples where analyses
are to be presented to OCD