

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 April 3, 2017

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**

**OPERATOR**

Initial Report  Final Report

Name of Company	Key Energy Services, LLC	Contact	Ken Houston
Address	1301 McKinney St., Suite 1800, Houston, TX 77010	Telephone No.	713-757-5512
Facility Name	Atha SWD	Facility Type	SWD

Surface Owner	BLM	land	Mineral Owner	BLM	land	API No.	30-025-08816
---------------	-----	------	---------------	-----	------	---------	--------------

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	6	22S	36E	660'	North Line	990'	West Line	Lea

Latitude 32.4263039 N Longitude -103.3093185 W NAD83

**NATURE OF RELEASE**

Type of Release	Produced water	Volume of Release	100 bbl.	Volume Recovered	100 bbl
Source of Release	Tank	Date and Hour of Occurrence	07/19/2017 - 10am	Date and Hour of Discovery	07/19/2017 - 10am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Maxey Brown		
By Whom?	Teresa Boone	Date and Hour	07/19/2017 - 2pm		
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.\*

N/A

**RECEIVED**  
By Olivia Yu at 4:52 pm, Jul 25, 2017

Describe Cause of Problem and Remedial Action Taken.\*

The ICS system failed on one of the saltwater collection tanks, causing the pump to not shutoff and overflowing the tank. Upon discovery, the pump was immediately shut down. A vacuum truck was used to remove the accumulated produced water. The containment will be additionally washed with freshwater and all of that wash water will also be collected by vacuum truck and disposed of properly.

Describe Area Affected and Cleanup Action Taken.\*

A vacuum truck was used to remove the accumulated produced water. The containment will be additionally washed with freshwater and all of that wash water will also be collected by vacuum truck and disposed of properly.

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:		<b>OIL CONSERVATION DIVISION</b>	
Printed Name:	Ken Houston	Approved by Environmental Specialist:	
Title:	VP HSE	Approval Date:	<u>7/25/2017</u> Expiration Date:
E-mail Address:	khouston@keyenergy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date:	<u>July 24, 2017</u>	Phone:	713- <u>757-5512</u>

\* Attach Additional Sheets If Necessary

Please inspect liner in question. Provide NMOCD with a concise report of the inspection with affirmation the liner has and will continue to contain liquids.

**nOY1720838727**