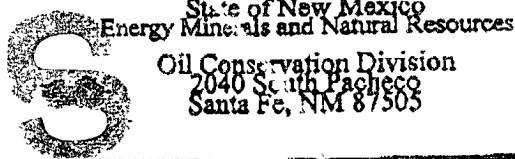


District I  
1635 N. French Dr., Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505



Form C-141  
Revised March 17, 1999

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

### Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☐ Final Report

|  |  |
|--|--|
| Name of Company<br><u>Burnett Oil Company</u>            | Contact<br><u>Belton Mathews</u>                 |
| Address<br><u>P.O. Box 188</u>                           | Telephone No.<br><u>505-677-2213 or 505-703-</u> |
| Facility Name<br><u>Grayburg Jackson San Andres Unit</u> | Facility Type<br><u>Water-Flood Plant</u>        |
| Surface Owner  | Mineral Owner                                    |
| Lease No.  |  |

### LOCATION OF RELEASE

| Unit Letter      | Section   | Township  | Range     | Feet from the | North/South Line | Feet from the | East/West Line | County      |
|------------------|-----------|-----------|-----------|---------------|------------------|---------------|----------------|-------------|
| <u>L &amp; M</u> | <u>13</u> | <u>17</u> | <u>30</u> |               |                  |               |                | <u>Eddy</u> |

### NATURE OF RELEASE

|  |   |  |
|--|---|--|
| Type of Release<br><u>Injection Leak</u>   | Volume of Release<br><u>500 bbls.</u>                   | Volume Recovered<br><u>470 bbls.</u>                   |
| Source of Release<br><u>Produced Water</u>   | Date and Hour of Occurrence<br><u>4:00 A.M. 7/25/07</u> | Date and Hour of Discovery<br><u>8:20 A.M. 7/25/07</u> |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?<br><u>Gerry Gage</u>                   |  |
| By Whom?<br><u>Rodney Standard</u>   | Date and Hour<br><u>8:30 A.M. 7/25/07</u>               |  |
| Was a Watercourse Reached?<br><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.\*

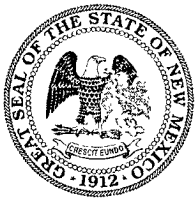
Leak in inj. line. Line repaired. all available fluids were vacuumed up

Describe Area Affected and Cleanup Action Taken.\*

area 6 x 900 ft - water pooled up north of Stevens #10 vacuumed up. workplan will be filed and remediation conducted

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: <u>Eddie W. Searcy</u>       | OIL CONSERVATION DIVISION         |                                   |
| Printed Name: <u>Eddie W. Searcy</u>    | Approved by: <u>Gerry Gage</u>    | District Supervisor:              |
| Title: <u>Agent</u>                     | Approval Date: <u>JUL 27 2007</u> | Expiration Date:                  |
| Date: <u>7/26/07</u>                    | Phone: <u>392.2236</u>            | Conditions of Approval:           |
| * Attach Additional Sheets If Necessary |                                   | Attached <input type="checkbox"/> |



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

July 27, 2007

Burnett Oil Company  
PO Box 188  
Loco Hills, NM 88255

ATTN: Mr. Belton Mathews

RE: Grayburg San Andres Water Flood Plant

Dear Sir:

This office is in receipt of your C-141 on the produced water release, on this facility.

NMOCD Rule 19.15.3.116 states in part ... "The responsible person must complete division approved corrective action for releases which endanger public health or the environment. Releases will be addressed in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

Information and tools for proper corrective action may be found in the Environmental Handbook on our web site [www.emnrd.state.nm.us/ocd](http://www.emnrd.state.nm.us/ocd) under the heading publications.

Remediation requirements may be subject to other federal, state and local laws or regulations.

Within 30 days, **on or before August 27, 2007**, completion of remedial activities should be finalized and a final report summarizing all actions taken to mitigate environmental damage related to the leak, spill or release will be provided to OCD for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further service or if you have any questions please feel free to contact me.

Sincerely,

Gerry Guye  
Deputy Field Inspector  
NMOCD District II, Artesia  
(505) 748-1283 ext 105  
Cell (505) 626-0843  
E-mail: [gerry.guye@state.nm.us](mailto:gerry.guye@state.nm.us)