

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

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Dugan Production Corp.	Contact	Rodger Mullins
Address	P O Box 420, Farmington, NM 87499-0420	Telephone No.	505-325-1821
Facility Name	April Surprise #7	Facility Type	Oil Well
Surface Owner	Federal	Mineral Owner	Federal
		API No.	30-045-29293

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	31	24N	9W	1050	North	1520	East	San Juan

Latitude 36.27502 Longitude 107.82561

NATURE OF RELEASE

Type of Release	Crude Oil	Volume of Release	Approx 300 bbls	Volume Recovered	122 bbls
Source of Release	Tanks overflowed	Date and Hour of Occurrence	11-26-13 -- time unknown	Date and Hour of Discovery	11-26-13 @ 0830 hrs
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	OCD -- Brandon Powell BLM -- Shari Ketchum		
By Whom?	Rodger Mullins	Date and Hour	11-26-13 @ 1100 hrs		
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.*
Oil ran off location in a narrow stream approximately 400 yards

OIL CONS. DIV DIST. 3
DEC 09 2013

Describe Cause of Problem and Remedial Action Taken.*
Production tanks overflowed. Oil well was shut in. Dammed up bottom end of spill to prevent further run-off and contamination.

Describe Area Affected and Cleanup Action Taken.*
Affected area consisted of inside of tank berm and approximately 400 yards off location. Contaminated dirt is being and will continue to be excavated and replaced with clean dirt.

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>[Signature]</u>		OIL CONSERVATION DIVISION	
Printed Name: <u>Rodger Mullins</u>		Approved by Environmental Specialist: <u>[Signature]</u>	
Title: Environmental		Approval Date: <u>4/4/2014</u>	Expiration Date:
E-mail Address: <u>rmullins@duganproduction.com</u>		Conditions of Approval:	Attached <input type="checkbox"/>
Date: December 4, 2013 Phone: 505-326-4548			

* Attach Additional Sheets If Necessary

WJK1409456320

ACCEPTED FOR RECORD

NMOCD

DEC 04 2013

FARMINGTON FIELD OFFICE
BY [Signature]