

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 Department  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-141  
Revised August 24, 2018  
Submit to appropriate OCD District office

Incident ID	
District RP	
Facility ID	
Application ID	

## Release Notification

### Responsible Party

Responsible Party Hallador Petroleum LLP	OGRID
Contact Name Vern Andrews	Contact Telephone 505-320-1763
Contact email vern@walsheng.net	Incident # (assigned by OCD)
Contact mailing address 7415 E. Main St. Farmington NM 87402	

### Location of Release Source

Latitude 36.97356° Longitude 107.97335°  
(NAD 83 in decimal degrees to 5 decimal places)

HMCD

DEC 31 2018

DISTRICT III

Site Name Horton # 9	Site Type Oil and Gas
Date Release Discovered 12/3/2018	API# (if applicable) 30-045-22671

Unit Letter	Section	Township	Range	County
G	22	32N	11W	San Juan

Surface Owner: ☐ State ☒ Federal ☐ Tribal ☐ Private (Name: FEDERAL)

### Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

<input type="checkbox"/> Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
<input checked="" type="checkbox"/> Produced Water	Volume Released (bbls) Unknown Amount	Volume Recovered (bbls)
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<input type="checkbox"/> Condensate	Volume Released (bbls) Unknown Amount	Volume Recovered (bbls)
<input type="checkbox"/> Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
<input type="checkbox"/> Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release- This was a historical release was probably caused by a produced water pit overflowed or something to that nature. The release was discovered from a soil analysis while closing the below grade produced water pit. With this being a historical release, the amount of condensate/produced water is unknown.

2


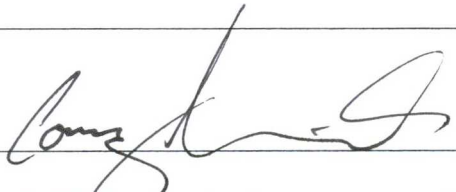
State of New Mexico  
Oil Conservation Division

Incident ID	
District RP	
Facility ID	
Application ID	

Was this a major release as defined by 19.15.29.7(A) NMAC?  <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, for what reason(s) does the responsible party consider this a major release?  
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?  	

### Initial Response

*The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury*

<input checked="" type="checkbox"/> The source of the release has been stopped. <input checked="" type="checkbox"/> The impacted area has been secured to protect human health and the environment. <input checked="" type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices. <input checked="" type="checkbox"/> All free liquids and recoverable materials have been removed and managed appropriately.	
If all the actions described above have <u>not</u> been undertaken, explain why:	
Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.	
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.	
Printed Name: <u>Malia Villers</u>	Title: <u>Production Tech.</u>
Signature: <u></u>	Date: <u>12/21/2018</u>
email: <u>malia@walsheng.net</u>	Telephone: <u>505-327-4892</u>
<b><u>OCD Only</u></b> Received by: <u></u>	
Date: <u>1/8/19</u>	