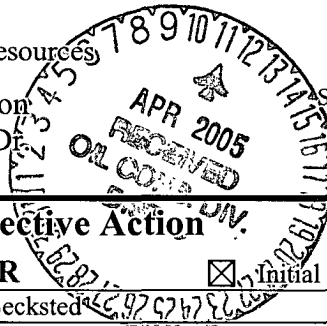


District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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**

30-045-31121

**OPERATOR**

☒ Initial Report ☐ Final Report

Name of Company	Lance Oil & Gas Company, Inc.	Contact	Jo Becksted
Address	P. O. Box 70, Kirtland, NM 87417	Telephone No.	(505) 598-5601 Ext. 58
Facility Name	F-RPC 20 #3	Facility Type	Gas Well

Surface Owner	BLM	Mineral Owner	BLM	Lease No.	NMSF-079065
---------------	-----	---------------	-----	-----------	-------------

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	20	29N	13W	660'	South	715'	West	San Juan County, NM

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

Type of Release	Produced water	Volume of Release	3bbls	Volume Recovered	None
Source of Release	Stuffing Box on the Wellhead	Date and Hour of Occurrence	Sunday, 4/3/2005 evening	Date and Hour of Discovery	Monday, 4/4/2005 @ 7:30 a.m.
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Jo Becksted, Compliance Administrator, was not informed until Thursday, 4/7/05, when Mark Kelly of the BLM informed her.		
By Whom?	Mark Kelley, BLM	Date and Hour	4/7/2005 @ approx 12:00 noon		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	N/A		

If a Watercourse was Impacted, Describe Fully.\*  
N/A

Describe Cause of Problem and Remedial Action Taken.\* Pumper discovered leaking stuffing box Monday morning on his run. He repaired the stuffing box, at which point the leaking ceased. Produced water remained in the soil immediately surrounding the wellhead until after Lance was informed of the spill on Thursday, 4/7/2005, at which point Lance collected a sample of the impacted soil, delivered it to iina' ba' for testing. The impacted soil was then scraped up and piled on to a liner on the well location, awaiting orders from the BLM to land farm.

Describe Area Affected and Cleanup Action Taken.\* The soil immediately surrounding the wellhead. It was scraped up and piled onto a liner on well location.

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:	<i>Jo Becksted</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name:	Jo Becksted	Approved by District Supervisor:	<i>Denny Fent</i> for Charlie Perrin
Title:	Compliance Administrator	Approval Date:	4/18/05
E-mail Address:	jbeckste@westerngas.com	Expiration Date:	
Date:	Phone: (505) 598-5601 Ext. 58	Conditions of Approval:	Attached <input type="checkbox"/>

\* Attach Additional Sheets If Necessary

n DGF 0570 827823