

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**

**OPERATOR**

☒ Initial Report ☐ Final Report

Name of Company Koch Exploration Company, LLC	Contact Don Johnson
Address PO Box 489, Aztec, NM 87410	Telephone No. 505-334-9111
Facility Name Dryden 2E	Facility Type Natural Gas Well

Surface Owner BLM	Mineral Owner BLM	Lease No. NM013861
-------------------	-------------------	--------------------

**LOCATION OF RELEASE**

Unit Letter I	Section 22	Township 28N	Range 8W	Feet from the 1610	North/South Line South	Feet from the 685	East/West Line East	County San Juan
------------------	---------------	-----------------	-------------	-----------------------	---------------------------	----------------------	------------------------	--------------------

Latitude 36° 38' 38" N Longitude 107° 39' 41" W

**NATURE OF RELEASE**

Type of Release Produced Water	Volume of Release Unknown	Volume Recovered N/A
Source of Release Below-grade Tank	Date and Hour of Occurrence Unknown	Date and Hour of Discovery 06/30/10
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? NMOCD Aztec District Office, Brandon Powell	
By Whom? Jordan Radin, KEC	Date and Hour July 1, 2010 11:00 a.m.	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

RCVD JUL 26 '10

If a Watercourse was Impacted, Describe Fully.\*

OIL CONS. DIV.

DIST. 3

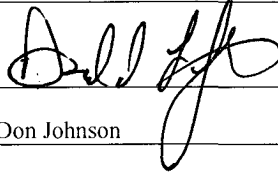

Describe Cause of Problem and Remedial Action Taken.\*

When we removed the old below-grade pit tank for retro fit, the ground below the middle of the tank appeared to be stained. A five-point composite sample was taken and TPH exceeded 100mg/kg using EPA Test Methods 418.1 and 8015. BTEX and chlorides were below cleanup criteria.

Describe Area Affected and Cleanup Action Taken.\*

KEC will mobilize an extend-a-hoe the week of July 26, and excavate the contaminated area and dispose at an NMOCD licensed facility. KEC will obtain a five-point composite sample from the bottom and walls of the excavation and repeat tests for TPH, BTEX, and chlorides.

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: Don Johnson	Approved by District Supervisor:  For: CP	
Title: Field Operations Manager	Approval Date: 9/21/10	Expiration Date:
E-mail Address: johnso4d@kochind.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 7/26/10	Phone: 505-334-9111	

\* Attach Additional Sheets If Necessary

nBP1026447065