

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 - CrownQuest Operating LLC	Contact - Gregg Skelton,	Nicky Blevins
Address - P.O. Box 11150, Midland, Texas 79702	Telephone No. - 432-685-3116	432-394-4953
Facility Name - Federal 6 2J	Facility Type - Production/water line	
Surface Owner - BLM	Mineral Owner - BLM	Lease No. NM0558131

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	6	T14S	R33F	1980	South	1980	East	Lea

Latitude _33deg 7.939 N _____ Longitude _103deg 38.970 W _____

NATURE OF RELEASE

Type of Release produced water	Volume of Release 10	Volume Recovered 0
Source of Release water transfer line	Date and Hour of Occurrence 7:00A.M. 3/15/2006	Date and Hour of Discovery 3/15/2006 8:00 A.M.
Was Immediate Notice Given? Required <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not	If YES, To Whom? E. L. Gonzales W/OCD	
By Whom? Gregg Skelton	Date and Hour 3/15/2006 8:00 A.M.	
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.*

A cement pipe (water transfer Line) had a hole come in it from corrosion. The line will be replaced with a poly line. The affected soil will be Removed and taken to a legal land fill. The soil will be replaced with soil of land owners choice.

Describe Area Affected and Cleanup Action Taken.*

The effected area is pasture land, Sand, grass, mesquite, tumble weed. The sandy soil soaked up the produced water. The effected soil will be removed. The removed soil will be disposed of in a certified public land fill. The area effected will have soil replaced with soil equivalent or of the land owners choice.

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>Riley N. Blevins</i>	OIL CONSERVATION DIVISION	
Printed Name: Riley N. Blevins	Approved by District Supervisor:	
Title: Maintenance Foreman	Approval Date:	Expiration Date:
E-mail Address: nblevins@crowquest.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 3/16/06	Phone 432-394-4953	

*Attach Additional Sheets If Necessary

CrownQuest 213190

facility - PAC0610839425

incident - PAC0610839540
application - PAC0610839777