

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

Form C-141
Revised October 10, 2003

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

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 Seely Oil Company	Contact David L. Henderson
Address 815 W. 10 th St., Ft. Worth, TX 76102	Telephone No. 817-332-1377
Facility Name Central EK Queen Unit	Facility Type Well #11-1

Surface Owner State	Mineral Owner State	Lease No.
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LOCATION OF RELEASE API # 3002502328000

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	17	18S	34E	660'	North	660'	West	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Salt water	Volume of Release 10 bbls	Volume Recovered 4 bbls
Source of Release Wellhead leak	Date and Hour of Occurrence unknown	Date and Hour of Discovery 8/22/06 8:30 a.m.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? E. L. Gomez	
By Whom? Mike Frazier	Date and Hour 8/22/06 9:00 a.m.	
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.*

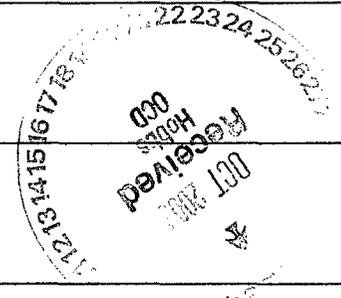
Describe Cause of Problem and Remedial Action Taken.*

A check valve on the wellhead split. The check valve was replaced.

Describe Area Affected and Cleanup Action Taken.*

An area approximately 10' x 30' was affected. The affected soil was removed and clean caliche was installed.

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>David L. Henderson</i>	OIL CONSERVATION DIVISION	
Printed Name: David L. Henderson	Approved by District Supervisor:	
Title: Executive Vice President	Approval Date:	Expiration Date:
E-mail Address: dhenderson@seelyoil.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 9/29/2006 Phone: 817-332-1377		

* Attach Additional Sheets If Necessary

incident - n PAC06276 38589
application - p PAC06276 38711

RP#1061