

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 <u>Fasken Oil and Ranch, Ltd.</u>	Contact <u>Jimmy D. Carlile</u>
Address <u>303 West Wall, Suite 1800 Midland</u>	Telephone No. <u>432 687-1777</u>
Facility Name <u>Baetz "23" Federal</u>	Facility Type <u>tank battery/separator</u>

Surface Owner <u>USA</u>	Mineral Owner <u>USA</u>	Lease No. <u>NM 33955</u>
--------------------------	--------------------------	---------------------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	23	20S	32E	1980	South	1980	West	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release <u>Oil/Water separator</u>	Volume of Release <u>35 bbls</u>	Volume Recovered <u>5 bbls</u>
Source of Release <u>separator</u>	Date and Hour of Occurrence <u>9/26/06</u>	Date and Hour of Discovery <u>9/26/06 11 am</u>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <u>Pat Caperton</u>	
By Whom? <u>Jimmy Carlile</u>	Date and Hour <u>2:10 pm 9/26/06</u>	
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.*

NA

Describe Cause of Problem and Remedial Action Taken.*

A hole developed in the separator. The separator was isolated and will be taken out of service and repaired.

Describe Area Affected and Cleanup Action Taken.*

Area affected was 30' by 15' off the pad. We will either dig and haul the material or remediate in place, depending on which will be most economical.

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: <u>Jimmy D. Carlile</u>	OIL CONSERVATION DIVISION	
Printed Name: <u>Jimmy D. Carlile</u>	Approved by District Supervisor:	
Title: <u>Regulatory Affairs Coord.</u>	Approval Date:	Expiration Date:
E-mail Address: <u>jimmyc@for1.com</u>	Conditions of Approval:	
Date: <u>9/26/06</u> Phone: <u>432 687-1777</u>	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

Facility - FPAC 0627640007
Incident - nPAC 0627640154
Application - pPAC 0627640407

RP# 1064

WTR 40'

Received
Hole
09/26/06