

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

30-015-01832

h KMW 1104633635

243874 OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Quantum Resources Management, LLC	Contact Garrett Newton
Address 1905 West Sears Ave., Artesia, New Mexico 88210	Telephone No. 575-513-0230
Facility Name Dunn B Federal #6 <i>injection</i>	Facility Type WIW

Surface Owner Federal	Mineral Owner	Lease No.
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LOCATION OF RELEASE

Unit Letter M	Section 12	Township 18s	Range 28e	Feet from the 660	North/South Line South	Feet from the 660'	East/West Line West	County EDDY
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Latitude 32.75726 Longitude 104.13633

NATURE OF RELEASE

Type of Release Produced waters	Volume of Release 20-30 bbls	Volume Recovered 0
Source of Release Injection line	Date and Hour of Occurrence 1/27/2011 11:40am	Date and Hour of Discovery 1/27/2011 11:40am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? NMOCD/Mike Bratcher	
By Whom? Garrett Newton	Date and Hour 1/27/2011 3:30pm	
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.*

The flow line located east of the Dunn B Federal #6 ruptured. The flow line was taken out of service and repaired.
The saturated soil from the impacted area was excavated and transported to and NMOCD approved Solid Waste disposal facility.

Describe Area Affected and Cleanup Action Taken.*

The affected area was located on the pipeline right of way east of the Dunn B Federal #7 well location
The affected area on the right of way was measured to be one hundred (100) feet long by forty-eight (48) feet wide. The release ran onto the two track lease road located south of the Dunn B Federal #7 location, the impacted area on the lease road was three (3) foot wide x eighty (80) feet long.
The weather at the time of the release was dry and windy. Talon/LPE has been contracted to construct a work plan for the correction of the release.

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>Garrett Newton</i>		OIL CONSERVATION DIVISION	
Printed Name: Garrett Newton		Approved by District Supervisor <i>Mike Bratcher</i>	
Title: Field Supervisor		Approval Date: <i>2/17/11</i>	Expiration Date:
E-mail Address: gnewton@pvtnetworks.net		Conditions of Approval:	
Date: February 02/7/2011 Phone: 575-513-0230		Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	
		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

PROPOSAL NOT LATER THAN:
3/17/11

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