

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 <b>Lynx Petroleum Consultants, Inc.</b>	Contact <b>Debbie McKelvey, Agent</b>
Address <b>P.O. 1708, Hobbs, NM 88241</b>	Telephone No. <b>575-392-3575</b>
Facility Name <b>Eddy BD State #3</b>	Facility Type <b>Well</b>

Surface Owner State	Mineral Owner State	Lease No. <b>EO-0997</b>
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**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<b>G</b>	<b>32</b>	<b>20S</b>	<b>30E</b>	<b>1980</b>	<b>NORTH</b>	<b>1980</b>	<b>EAST</b>	<b>EDDY</b>

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

Type of Release <b>Drilling Fluid</b>	Volume of Release <b>20-25 bbls.</b>	Volume Recovered <b>0</b>
Source of Release <b>Working pits ran over</b>	Date and Hour of Occurrence <b>1/13/11 10 p.m.</b>	Date and Hour of Discovery <b>1/13/11 10 p.m.</b>
Was Immediate Notice Given? ____ Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>Spoke to Mike Brasher</b>	
By Whom? <b>Larry Scott</b>	Date and Hour <b>1/14/11 8 a.m. (estimated)</b>	
Was a Watercourse Reached? ____ Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	If YES, Volume Impacting the Watercourse	
If a Watercourse was Impacted, Describe Fully.*		

RECEIVED

JAN 19 2011

NMOCD ARTESIA

Describe Cause of Problem and Remedial Action Taken.\* **Reserved pits were not approved by OCD and sufficient storage was not provided by steel pits to accommodate gas kick. Fluid was removed from pits and the well was controlled.**

Describe Area Affected and Cleanup Action Taken.\*

**Drilling fluid escaped the location and ran down the hill approximately 50 yds. The area was scraped up. Further remedial action will be taken after the rig is removed.**

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>Debbie McKelvey</u>		<b>OIL CONSERVATION DIVISION</b>	
Printed Name: <b>Debbie McKelvey</b>		Approved by District <u>Signed By: Mike Brasher</u>	
Title: <b>Agent</b>		Approval Date: <b>3/9/11</b>	Expiration Date:
E-mail Address:		Conditions of Approval:	
Date: <b>1/17/11</b> Phone: <b>575-392-3575</b>		Remediation per OCD Rules & Guidelines. <b>SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:</b>	

\* Attach Additional Sheets If Necessary

**4/9/11**

**2 RP-583**