

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., 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 Department

Form C-141  
Revised August 24, 2018  
Submit to appropriate OCD District office

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

Incident ID	NAPP2220231375
District RP	
Facility ID	
Application ID	

## Release Notification

### Responsible Party

Responsible Party Penroc Oil Corporation	OGRID 17213
Contact Name M.Y. Merchant	Contact Telephone 575-492-1236
Contact email mymerch@penrocoil.com	Incident # (assigned by OCD) NAPP2220231375
Contact mailing address PO Box 2769, Hobbs, NM 88241	

### Location of Release Source

Latitude 32.7159767 \_\_\_\_\_ Longitude -103.0789185 \_\_\_\_\_  
(NAD 83 in decimal degrees to 5 decimal places)

Site Name East Hobbs San Andres Unit	Site Type Tank Battery
Date Release Discovered 07/17/2022 and 07/20/22	API# (if applicable)

Unit Letter	Section	Township	Range	County
I	30	18S	39E	Lea

Surface Owner:  State  Federal  Tribal  Private (Name: \_\_\_\_\_)

### Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

<input checked="" type="checkbox"/> Crude Oil	Volume Released (bbls) 25	Volume Recovered (bbls) 20
<input checked="" type="checkbox"/> Produced Water	Volume Released (bbls) 45	Volume Recovered (bbls) 40
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<input type="checkbox"/> Condensate	Volume Released (bbls)	Volume Recovered (bbls)
<input type="checkbox"/> Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
<input type="checkbox"/> Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

#### Cause of Release

The compressor went down. There was no Caprock alarm notification. We lost pressure to all the vessels. Oil and produced water release discovered on 7/17/22. Compressor repaired 7/17/22. Flow line release of H2S discovered on 7/20/22. Flow line repaired 7/20/22.

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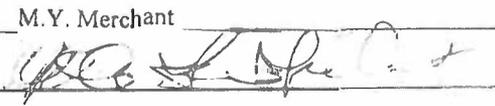
State of New Mexico  
Oil Conservation Division

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Was this a major release as defined by 19.15.29.7(A) NMAC?  <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, for what reason(s) does the responsible party consider this a major release? More than 25bbbls released and neighbor complaint of H2S odor.
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? Immediate notice was not given to OCD.	

### Initial Response

*The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury*

<input checked="" type="checkbox"/> The source of the release has been stopped. <input checked="" type="checkbox"/> The impacted area has been secured to protect human health and the environment. <input checked="" type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices. <input checked="" type="checkbox"/> All free liquids and recoverable materials have been removed and managed appropriately.
If all the actions described above have <u>not</u> been undertaken, explain why:  _____
Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.
Printed Name: <u>M. Y. Merchant</u> Title: <u>President</u> Signature: <u></u> Date: <u>8/4/2022</u> email: <u>mymerch@penrocoil.com</u> Telephone: <u>575-492-1236</u>
<b>OCD Only</b> Received by: <u>Jocelyn Harimon</u> Date: <u>08/05/2022</u>

**District I**  
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**District III**  
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**District IV**  
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 Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

CONDITIONS

Action 131790

**CONDITIONS**

Operator: PENROC OIL CORP P.O. Box 2769 Hobbs, NM 882412769	OGRID: 17213
	Action Number: 131790
	Action Type: [C-141] Release Corrective Action (C-141)

**CONDITIONS**

Created By	Condition	Condition Date
jharimon	When submitting future reports regarding this release, please submit the calculations used or specific justification for the volumes reported on the initial C-141	8/5/2022