

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

HOBBS OGD

MAY 18 2011

RECEIVED

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 <i>McDonnold Operating, Inc.</i>	Contact <i>Craig M. McDonnold</i>
Address <i>505 N. Big Spring, Suite 204</i>	Telephone No. <i>432-682-3499</i>
Facility Name <i>Midland, Tx 79701</i>	Facility Type <i>operator</i>

Surface Owner	Mineral Owner	Lease No. <i>8910089100</i>
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LOCATION OF RELEASE

API-30-025-11169-00-00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<i>0</i>	<i>20</i>	<i>24S</i>	<i>37E</i>	<i>660</i>	<i>S</i>	<i>1980</i>	<i>E</i>	<i>Lea</i>

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release <i>Produced Water</i>	Volume of Release <i>2 bbl/s</i>	Volume Recovered <i>0</i>
Source of Release <i>Langlie Jack #14</i>	Date and Hour of Occurrence	Date and Hour of Discovery <i>4-18-11</i>
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
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.*

GW @ 190'

Describe Cause of Problem and Remedial Action Taken.* *Pressure found on ann. Tie ann. into test tank to flow down press. Overflowed tank. Shut in ann. will pull tbg & repair tbg leak. Will run press test on ann.*

Describe Area Affected and Cleanup Action Taken.* *10' x 10' area inside anchors. Spread topsoil.*

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>Craig M. McDonnold</i>	OIL CONSERVATION DIVISION	
Printed Name: <i>Craig M. McDonnold</i>	ENV ENGINEER: Approved by District Supervisor: <i>Steve Bay Lohring</i>	
Title: <i>President</i>	Approval Date: <i>05/19/11</i>	Expiration Date: <i>07/19/11</i>
E-mail Address:	Conditions of Approval: <i>DELINEATE CONTAMINATION HORIZONTALLY AND VERTICALLY TO NMOCD</i>	Attached <input type="checkbox"/>
Date: <i>4-25-11</i> Phone: <i>432-682-3499</i>	<i>IRP-06-11-2715</i>	

* Attach Additional Sheets If Necessary

STANDARDS. REMEDIATE TO SAME. CONFER WITH NMOCD-HOBBS ON BOTH. SUBMIT FINAL C-141 BY 07/19/11.