

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 Pure Resources | Contact Danny Lovell |
| Address P.O. Box 1949 Eunice NM 88231 | Telephone No. 505-394-1242 |
| Facility Name Brunson Argo Bty #3 | Facility Type- Production |

| | | |
|-----------------------------|---------------------|-----------|
| Surface Owner Pricilla West | Mineral Owner-State | Lease No. |
|-----------------------------|---------------------|-----------|

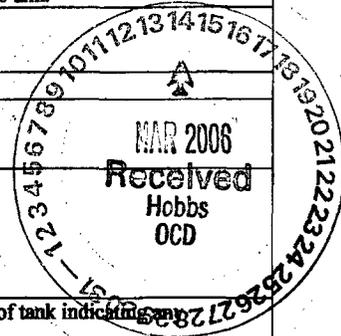
LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| L | 9 | 22s | 37e | | | | | Lea |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release Oil and Produced Water | Volume of Release 25 BO/10BW | Volume Recovered 23 BO/7 BW |
| Source of Release- 300 bbl oil tank | Date and Hour of Occurrence 3/12/06 | Date and Hour of Discovery 3/12/06 7:30 a.m. |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Gary Wink | |
| By Whom? Larry Williams | Date and Hour 3/12/06 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.* Hole in bottom of 300 bbl stock tank. No visible signs on exterior of tank indicating any problems with integrity of tank. Tank will be cleaned and replaced with a new tank.

Describe Area Affected and Cleanup Action Taken.* Fluid was contained inside berm at battery. Standing fluid was vacuumed up and hydrocarbon affected soil will be scraped up and taken to land farm. Depth to ground water ~100'.

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>Larry Williams</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Larry Williams | Approved by District Supervisor: | |
| Title: HES Champion | Approval Date: | Expiration Date: |
| E-mail Address: lcwl@chevron.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 3/13/06 | Phone: 394-1237 | |

* Attach Additional Sheets If Necessary

Pure - 150628
 facility - FPAC0607430789
 incident - NPAC0607430879
 application - FPAC0607432976