

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

- Copy -  
**RECEIVED**  
AUG 26 2010  
NMOCD ARTESIA

Form C-141  
Revised October 10, 2003  
Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

30-015-02648

**Release Notification and Corrective Action Release # 1 of 3**

NMCB1028134092

**OPERATOR**  Initial Report  Final Report

Name of Company <b>Doral Energy Corp.</b>	Contact <b>Marty Bloodworth, PE</b>
Address <b>415 W. Wall St, Suite 500, Midland, TX 79701</b>	Telephone No. <b>(432) 897-0673</b>
Facility Name <b>West Artesia Grayburg Unit</b>	Facility Type <b>Frac Tank</b>
Surface Owner	Mineral Owner
Lease No. <b>B-11539</b>	

**LOCATION OF RELEASE**

Unit Letter <b>E</b>	Section <b>8</b>	Township <b>18S</b>	Range <b>28E</b>	Feet from the <b>2310</b>	North/South Line <b>North</b>	Feet from the <b>990</b>	East/West Line <b>West</b>	County <b>Eddy</b>
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Latitude 32 d 45 m 45.1 s Longitude -104 d 12 m 9.41 s

**NATURE OF RELEASE**

Type of Release <b>Produced water</b>	Volume of Release <b>Unknown</b>	Volume Recovered <b>Unknown</b>
Source of Release <b>Frac Tank</b>	Date and Hour of Occurrence	Date and Hour of Discovery <b>see below</b>
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input 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.\*

Describe Cause of Problem and Remedial Action Taken.\*  
The West Artesia Grayburg Unit #4, which is an injection well, was being flowed back to a frac tank in preparation for a repair of the well. Sometime between the close of business on 07/20/2010 and the morning of 07/21/2010 the tank overflowed. The tank was drained and the water flow was stopped. Preliminary cleanup was done pending the testing to determine the extent of the damage.

Describe Area Affected and Cleanup Action Taken.\*  
Water ran across the well pad, down portions of the entrance road to the well and into the adjacent pasture. The pad, pasture, and road will be tested and a formal remediation plan submitted.

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:	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: <b>C. M. Bloodworth, P.E.</b>	Approved by District Supervisor:	
Title: <b>Vice President of Operations</b>	Approval Date: <b>10/8/10</b>	Expiration Date: <b>NA</b>
E-mail Address: <b>martyb@alamoresources.com</b>	Conditions of Approval: <b>Remediation Per NMOCD Rules &amp; Guidelines</b>	Attached <input type="checkbox"/>
Date: <b>08/26/2010</b>	Phone: <b>(432)897-0673</b>	

Attach Additional Sheets If Necessary  
PMCB1028133224

Remediation proposal due  
11/8/10

2RP-444  
Release # 1 of 3

RECEIVED

JUL 24 1910

WOOD ARTERIA