

~~2004-01-27~~
2RP-3595

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

| | | | |
|-------------------------------------|--|--|-----------|
| Name of Company MERIT ENERGY | | Contact Brandon Ripley | |
| Address | | Telephone No. 505-420-5502 | |
| Facility Name TURNER A | | Facility Type Battery TRANSFER LINE | |
| Surface Owner federal | | Mineral Owner | Lease No. |

OPERATOR Initial Report Final Report

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| | 14 | 17S | 31E | 150' | south | 160' | East | EDDY |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|--|
| Type of Release Produced water | Volume of Release 2.5 bbls | Volume Recovered 15 bbls |
| Source of Release TRANSFER LINE | Date and Hour of Occurrence | Date and Hour of Discovery 9:00AM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Stubel/Field | |
| By Whom? Brandon Ripley | Date and Hour 12:00PM 1-27-04 | |
| 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.*

Picked up what water was standing & Ripped surface dirt. we are going to fertilize & Disc Area, per OGD & BIM

Describe Area Affected and Cleanup Action Taken.* **Above 100YDS from source of leak. picked up what water was standing & worked ground dirt.**

The leak is approx. 100YDS south of TURNER A #44

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 Ripley | OIL CONSERVATION DIVISION | |
| Printed Name: Brandon Ripley | Approved by District Supervisor: | |
| Title: lead pump | Approval Date: | Expiration Date: |
| E-mail Address: bripley@putnetworks.net | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 1-27-04 | Phone: 420-5502 | |

* Attach Additional Sheets If Necessary