

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

X Initial Report Final Report

Name of Company Fasken Oil and Ranch, Ltd.	Contact Jimmy Carlisle
Address 303 W. Wall Ave., Suite 1800, Midland, TX	Telephone No. 432-818-0267
Facility Name Junction N. of 82	Facility Type Transfer line

Surface Owner State	Mineral Owner State	Lease No.
---------------------	---------------------	-----------

LOCATION OF RELEASE

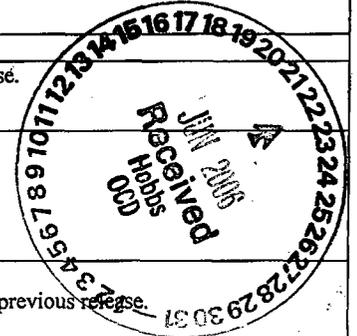
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	2	15S	37E					Lea

Latitude 33°02'55.38"N Longitude 103°09'43.28"W

40'

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: unknown	Volume Recovered: 4,060, bbls
Source of Release: Broken fitting on transfer line	Date and Hour of Occurrence 6/16/06	Date and Hour of Discovery 06/16/06
Was Immediate Notice Given? <input type="checkbox"/> Yes X No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	



If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
Broken fitting on transfer line caused release. Release was contained in excavation from the cleanup in progress for a previous release.

Describe Area Affected and Cleanup Action Taken.*
The release was contained in an existing excavation. A vacuum truck was called to remove the fluid. Further delineation will be performed to determine the existent of contamination.

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>Bob Allen</i>		OIL CONSERVATION DIVISION	
Printed Name: Bob Allen		Approved by District Supervisor:	
Title: Consultant	Approval Date:	Expiration Date:	
E-mail Address: ballen@sesi-nm.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date 06/21/06	Phone: 505-397-0510		

* Attach Additional Sheets If Necessary
 Facility - FPAC0617429519
 Incident - nPAC0617429463
 application - pPAC0617429881

Fasken Oil + Ranch LTD - 183274
 RPT# 934