

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 BRECK OPERATING CORP.	Contact DONALD R. CRAIG
Address P.O. BOX 911, BRECKENRIDGE, TX 76424	Telephone No. (254) 559-3355 ext 269
Facility Name NINE RANCH	Facility Type BATTERY
Surface Owner CARL JOHNSON	Mineral Owner STATE OF NEW MEXICO
Lease No. 30841	

LOCATION OF RELEASE

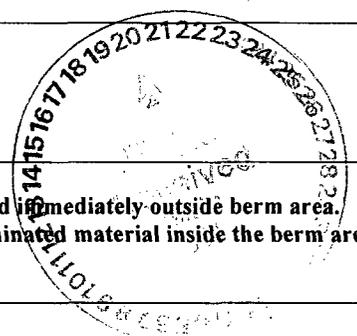
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	22	10S	33E	1980	NORTH	2130	EAST	LEA

Latitude 33.43365 Longitude -103.55680

31'

NATURE OF RELEASE

Type of Release Oil	Volume of Release 12 bbls	Volume Recovered 0 BBLs
Source of Release Oil / Gas Separator	Date and Hour of Occurrence 6-9-06	Date and Hour of Discovery 6-9-06 @ 8:30 a.m.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? GARY WINK	
By Whom? DONALD R. CRAIG	Date and Hour 6-9-06 @ 2:30 p.m.	
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.* Bottom fell out of separator: 10-1/2 barrels stayed inside berm area which was lined, 1-1/2 barrels sprayed immediately outside berm area. Sprayed area will be picked up with shovel & put with the contaminated soil inside the berm. The contaminated material inside the berm area will be picked up off the liner & land farmed.		
Describe Area Affected and Cleanup Action Taken.*		



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>Donald R Craig</i>	OIL CONSERVATION DIVISION	
Printed Name: DONALD R. CRAIG	Approved by District Supervisor: <i>Carl Bentley</i>	
Title: DISTRICT ENGINEER	Approval Date: <i>6-20-06</i>	Expiration Date: ENVIRONMENTAL ENGINEER
E-mail Address: dcraig@breckop.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: June 12, 2006	Phone: (254) 559-3355 ext 269	

* Attach Additional Sheets If Necessary
 facility - PPAC0617430190
 incident - PPAC06174303L3
 application - PPAC0617430497

RPT#935
Breck-2799