

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	Controlled Recovery Inc	Contact	David Parsons
Address	PO Box 388	Telephone No.	505-393-1079
Facility Name	Controlled Recovery Inc.	Facility Type	
Surface Owner	Mineral Owner	Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
8 mi South of Hwy 128 on C-1 - Lea County NM.								
				Latitude			Longitude	

NATURE OF RELEASE

Type of Release	RCRA exempt drill cuttings	Volume of Release	75 BBL	Volume Recovered	75 BBL
Source of Release	accident	Date and Hour of Occurrence		Date and Hour of Discovery	
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Patty Dec 26 - 3:00 AM.		
By Whom?	Larry Parker	Date and Hour	Dec 27 - 9:30 a.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.* driver inattentive caused load to shift and dump cuttings on road.

Describe Area Affected and Cleanup Action Taken.* Bar ditch on side of road. Scraped up with backhoe & hauled to CRI. Clean top soil taken back. Please see attached photos.

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.

OIL CONSERVATION DIVISION

Signature: <i>David Parsons</i>	Approved by District Supervisor: <i>[Signature]</i>	
Printed Name: David Parsons	Approval Date: 1.22.07	Expiration Date: —
Title: V.P.	Conditions of Approval: —	
E-mail Address: david@crihobbs.com	Attached <input type="checkbox"/>	
Date: 12-27-06	Phone: —	

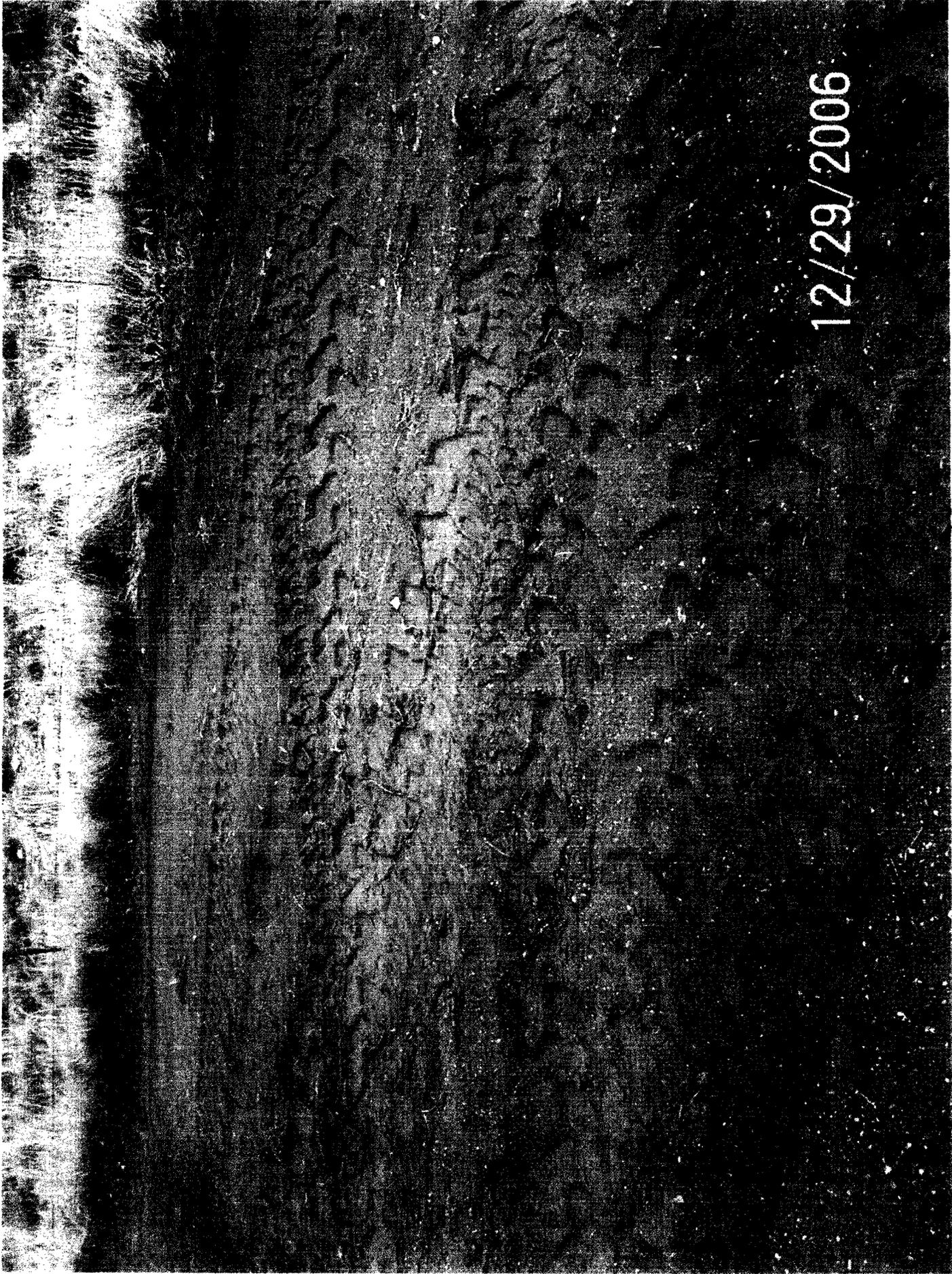
* Attach Additional Sheets If Necessary

Facility - PPAC 0703037985 application - PPAC 0703038211 RP # 1169
 Incident - PPAC 0703038094
 Mailed to Wayne Daniel 4:15 p.m. 12-27-06
 e-mail -> daniel.sanchez@state-nm.us

12/29/2006



12/29/2006



12/29/2006

