

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	Seely Oil Company	Contact	David L. Henderson
Address	815 W. 10 th St., Ft. Worth, TX 76102	Telephone No.	817-332-1377
Facility Name	Mescalero Ridge Federal "E" No. 1	Facility Type	Oil & Gas Production Tanks
Surface Owner	USA	Mineral Owner	USA
		Lease No.	NM-04591

LOCATION OF RELEASE

30 025 38060 0000

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	18	18S	34E	330	North	1980	West	Lea

Latitude _____ Longitude _____

~140'

NATURE OF RELEASE

Type of Release	Crude Oil	Volume of Release	100 bbls	Volume Recovered	65 bbls
Source of Release	Storage tank overflow	Date and Hour of Occurrence	Before 9:00 a.m. 3/3/2007	Date and Hour of Discovery	9:00 a.m. 3/3/2007
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Gary Wink		
By Whom?	Mike Frazier	Date and Hour	9:00 a.m. 3/3/2007		
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 oil storage tanks overflowed. The well was shut in upon discovery.

Describe Area Affected and Cleanup Action Taken.*
The oil flowed over the containment and traveled approximately 200' down the lease road. 65 bbls were recovered. The affected soil is being removed and disposed of in an approved facility.

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>David L. Henderson</i>	OIL CONSERVATION DIVISION	
Printed Name:	David L. Henderson	Approved by District Supervisor:	<i>[Signature]</i>
Title:	Executive Vice President	Approval Date:	3.26.07
E-mail Address:	dhenderson@seelyoil.com	Expiration Date:	5.26.07
Date:	3/20/07	Conditions of Approval:	Attached <input type="checkbox"/>
Phone:	817-332-1377	SUBMIT FINAL C-141 w/	

* Attach Additional Sheets If Necessary

incident - n PAC0708544423 - ATTACHED BILLS OF LADERS OF DISPOSED MATERIALS
application - pPAC0708 544506
RP# 1263