

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 <i>Dakota Resources Inc.</i>	Contact <i>Rick Maddox</i>
Address <i>4912 N. Midkiff Midland TX 79705</i>	Telephone No. <i>(432) 697-3420</i>
Facility Name <i>D.M. State 22</i>	Facility Type <i>Tank Battery</i>
Surface Owner <i>State of N.M.</i>	Mineral Owner <i>State of N.M.</i>
Lease No.	

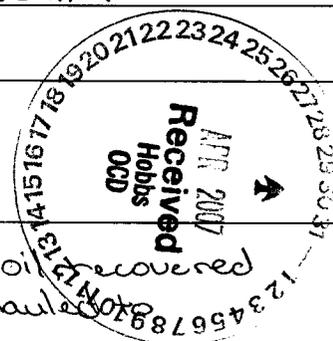
LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<i>E</i>	<i>22</i>	<i>T8S</i>	<i>33E</i>	<i>660FNL</i>	<i>FNL</i>	<i>660FWL</i>	<i>FWL</i>	<i>Chaves</i>

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release <i>Oil</i>	Volume of Release <i>90 BBL</i>	Volume Recovered <i>45 BBL</i>
Source of Release <i>Tank bottom gage</i>	Date and Hour of Occurrence <i>4/12/07</i>	Date and Hour of Discovery <i>4/13/07</i>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>Maxey Brown</i>	<i>Nighttime</i>
By Whom? <i>Rick Maddox</i>	Date and Hour <i>4/13/07 approx 3:00 P.M.</i>	<i>9:00 AM</i>
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.*
Tank bottom had hole and released contents. Lost 90 BBLs oil. 45 BBLs of oil. Contracted backhoe and removed dirt and hauled to Gary's Dirt Farm.

Describe Area Affected and Cleanup Action Taken.*
Area inside firewell and immediate area around fire well was affected. Vacuum trucked removed all loose fluid from area. Backhoe dug up contaminated soil and hauled to dirt farm.

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>R Maddox</i>	OIL CONSERVATION DIVISION	
Printed Name: <i>Rick Maddox</i>	Approved by District Supervisor: <i>[Signature]</i>	
Title: <i>Operations Manager</i>	Approval Date: <i>4-30-07</i>	Expiration Date: <i>—</i>
E-mail Address: <i>rickm@Dakotares.com</i>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <i>4-25-07</i>	Phone: <i>(432) 697-3420</i>	

* Attach Additional Sheets If Necessary
facility - FPAC0714451514
incident - FPAC0714451600
application - FPAC071451717

RP#1334