

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: New Mexico Salt Water Disposal	Contact: James B. Read
Address: P.O. Box 1518, Roswell, NM 88201	Telephone No. 580-226-0055
Facility Name: Lateral gathering to NMSWD mainline	Facility Type: Pipeline
Surface Owner: State of New Mexico	Mineral Owner: State of New Mexico
Lease No. LG-6974-0003	

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	08	10S	34E	290	FNL	180	FEL	Lea

Latitude N 33.46826 Longitude West 103.47819

WTR 60

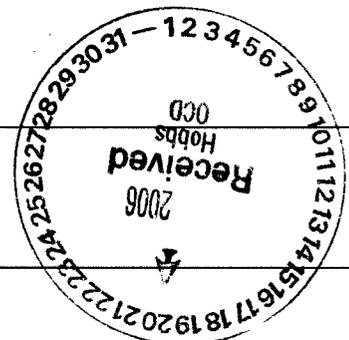
**NATURE OF RELEASE**

Type of Release: Produced water	Volume of Release: Unknown	Volume Recovered: 4,500 bbls
Source of Release: Pipeline	Date and Hour of Occurrence	Date and Hour of Discovery: 10/31/2006
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson	Notified (Wednesday) 11/01/2006
By Whom? Jim Read	Date and Hour (see above)	
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.\*  
No

Describe Cause of Problem and Remedial Action Taken.\*  
Break in line remove and dispose of free standing water.

Describe Area Affected and Cleanup Action Taken.\*  
300' x 150 ft. at location described above. Contained to this specific area.  
Waiting on instructions from OCD to proceed with additional work.



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>[Signature]</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: James B. Read	Approved by District Supervisor: <i>[Signature]</i>	
Title: Agent	Approval Date: 5-24-07	Expiration Date: 8-29-07
E-mail Address: jbro@brightnet.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 11/15/2006 Phone: 580/226-0055	SUBMIT FINAL C-141 w/ SUPPORTING DATA BY	

\* Attach Additional Sheets If Necessary

Facility - FPAC 0715129614  
incident - NPAC 0715129695  
application - PPAC 0715131632

RP # 1389

NMSWD  
(New Mexico Salt Water Disposal)  
P. O. Box 1518  
Roswell, New Mexico 88201  
505/622-3770

November 15, 2006

Mr. Larry Johnson  
Oil Conservation Division  
1625 French Dr.  
Hobbs, NM 88240

Re: Produced Water Release - NMSWD C-141  
T10S, R34E  
Secton 8: NE/4NE/4  
Lea County, NM

Dear Larry:

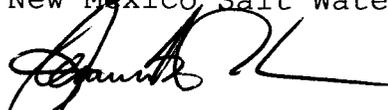
In accordance with our recent conversation and the OCD guidelines I am submitting C-141.

In the event you have any additional questions, please contact me. My phone number appears on the Release Notification and Corrective Action document.

Thank you for your help in this matter.

Very truly yours,

New Mexico Salt Water Disposal



James B. Read - Agent

JBR/jbr

Enclosures: C-141 dated November 15, 2006.

