

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

FEB 19 2008
OCD-ARTESIA

Form C-141
Revised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

148394

Release Notification and Corrective Action

3001524097 OPERATOR Initial Report Final Report

Name of Company: Vernon E. Faulconer, Inc.	Contact: Kody Phillips
Address: Breaux Bridge LA, 1803 H-Mills Hwy, 70517-7310	Telephone No. 505-850-9307
Facility Name: Smith 10 Comm. #1	Facility Type: Natural Gas Well

Surface Owner: Vernon E. Faulconer, Inc	Mineral Owner: Loraine Smith, Lee Wayne	Lease No. 1
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
WG	2 ¹⁰	25S	28E					Eddy

Latitude 32.23252 Longitude 104.17646 U.

NATURE OF RELEASE

Type of Release: Illegal dumping of unknown transport truck.	Volume of Release: Unknown	Volume Recovered: Unknown
Source of Release: Unknown transport truck driver.	Date and Hour of Occurrence: Unknown	Date and Hour of Discovery: 1/31/08 at 4:00pm.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Gary Bratcher	
By Whom? Kody Phillips	Date and Hour: 2/1/08 at 10:00am.	
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.*
Unknown transport driver illegally dumped salt water on location Used backhoe to scrape up mess while spill was still fresh.

Describe Area Affected and Cleanup Action Taken *
Water was dumped all over location; we cleaned up contaminant with backhoe and hauled to CRI. Replaced contaminant with fresh caliche. Contaminant was contained on location and did not reach any vegetation.

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:	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Kody Phillips	Approved by District Supervisor:	
Title: Lease operator	Approval Date: 2-25-08	Expiration Date: N/A
E-mail Address: kphillips@vefinc.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date 2/1/08 Phone 505-850-9307	N/A	

* Attach Additional Sheets If Necessary

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