

3R-1005

**Release Report/ General
Correspondence**

**Date
April, 2008**

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

X Initial Report Final Report

Name of Company Maralex Disposal, Inc.	Contact Bob Bixler
Address P. O. Box 338, Ignacio, Co 81137	Telephone No. (970) 563-4000
Facility Name Trading Post Disposal #1	Facility Type Produced water disposal well

Surface Owner BLM	Mineral Owner BLM	Lease No. NM-036252
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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
C	26	25N	11W	950	North	1600	West	San Juan

Latitude N36.37666 Longitude W107.97698

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 400 bbl	Volume Recovered 120 bbl
Source of Release Overflow of water storage tank	Date and Hour of Occurrence 4/13/2008	Date and Hour of Discovery 4/14/2008 9:00 am
Was Immediate Notice Given? <input type="checkbox"/> Yes x No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes x No	If YES, Volume Impacting the Watercourse.	

RCUD APR 23 '08

OIL CONS. DIV.
DIST. 3

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* Tanks are monitored by an elynx alarm system. System has lost its service. We are installing a new alarm this week. Problem was not reported promptly because this office was not notified by field personnel. Action is being taken to prevent this from happening again.

Describe Area Affected and Cleanup Action Taken.*
Spill was sucked up by a vacuum truck.

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>Bob L. Bixler</i>	OIL CONSERVATION DIVISION	
Printed Name: Bob L. Bixler	Approved by District Supervisor: <i>Brandon Pell</i> For: <i>Charlie Perrin</i>	
Title: Engineering Technician	Approval Date: <i>4-23-08</i>	Expiration Date:
E-mail Address: handibob@earthlink.net	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 04/21/2008	Phone: (970)563-4000	

* Attach Additional Sheets If Necessary

3RP# 1005

Incident # n8P081545 1844