

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

9
JUL 24 2008
OCD-ARTESIA

Form C-14
Revised October 10, 2

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

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on both sides of form

Release Notification and Corrective Action

RE 10818948389
N SEB 082-1849420 196015 OPERATOR Initial Report Final Report

Name of Company	Slayton Resources, Inc.	Contact
Address	P.O. Box 2035, Roswell, NM 88202	Telephone No. 575-623-7184
Facility Name	Harris #1 3000500130	Facility Type
Surface Owner	Mineral Owner	Lease No. NM-22996

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	15	11S	26E	510	N	660	E	Chaves

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Volume of Release	Volume Recovered
Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* Our men and equipment are tied up on the State Com #1 gas well. As soon as we have this well on line (about 2 weeks) we will go to the Harris well, clean up the stuffing box leak, load same into our dump trailer and take to the Gandy Marley disposal area located 34 miles west of Tatum, New Mexico on Hwy 380.

Describe Area Affected and Cleanup Action Taken.*

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>A. D. Allison</i>	OIL CONSERVATION DIVISION	
Printed Name: A. D. Allison	Accepted for record - NMOCD	
Title: Vice-President	APPROVED Approval Date: 8-4-08	Expiration Date:
E-mail Address:	Conditions of Approval: <i>STIPULATIONS</i>	Attached <input checked="" type="checkbox"/>
Date: July 23, 2008 Phone: 575-623-7184		

* Attach Additional Sheets If Necessary

REI 0818948474

2RP-207



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



CERTIFIED MAIL—RETURN RECEIPT REQUESTED
7007 2680 0001 6451 0830

August 5, 2008

Slayton Resources, Inc
PO Box 2035
Roswell, NM 88202

RE: Harris 001 A-15-11S-26E
30-005-00130 Chaves County, New Mexico
2RP-207

Dear Sir:

This office is in receipt of your C-141 regarding the release(s) at this facility.

NMOCD Rule 19.15.3.116 states in part, "...The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a **remediation plan** submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

Information and tools for proper corrective action may be found in the Environmental Handbook on our web site at the following link:
http://www.emnrd.state.nm.us/ocd/documents/7C_spill1.pdf

The following actions are **required** to be addressed in the **remediation plan**:

- Determine the horizontal and vertical delineation of the spill by sampling.
- Prepare a sketch of the site indicating where and at what depths the samples were taken.
- Submit laboratory results of sampling as well as the proposed remediation with the plan.

Remediation requirements may be subject to other federal, state, and local laws or regulations.



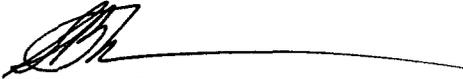
August 5, 2008
Page 2

Within 30 days, **on or before September 5, 2008**, completion of a remediation work plan should be finalized and submitted to the Division summarizing all actions taken or to be taken to mitigate environmental damage related to the leak, spill or release for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read 'Sherry Bonham', with a long horizontal line extending to the right.

Sherry Bonham
NMOCD District II, Artesia
(505) 748-1283 ext 109
E-mail: sherry.bonham@state.nm.us