

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

Form C-141
Revised August 8, 2011

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

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company: Paladin Energy Corp	Contact: Mickey Horn
Address: 10290 Monroe Dr., Ste. 301, Fort Worth, TX 75229	Telephone No. (214) 352-7273
Facility Name: State BT "D" No. 003	Facility Type: Well (Producer)
Surface Owner: State of New Mexico	Mineral Owner: State of New Mexico
API No. 30-025-01021-00-00	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	35	11S	33E	660	South	660	West	Lea

Latitude 33° 19' 14"0 Longitude 103° 35' 03"

NATURE OF RELEASE

Type of Release: Crude oil/produced water	Volume of Release 4 bbl oil and 2 bbl water	Volume Recovered 0 bbl
Source of Release: Stuffing box leak	Date and Hour of Occurrence 03/15/2015	Date and Hour of Discovery 03/16/2015
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" 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 checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

RECEIVED

By OCD; Dr. Oberding at 1:19 pm, Apr 07, 2015

Describe Cause of Problem and Remedial Action Taken.* **Leak at stuffing box flowed around and away from wellhead. Backhoe and roust-a-bout crew to pick up oily soil for disposal at OCD approved facility.**

Describe Area Affected and Cleanup Action Taken.* **Area affected by spill is around and south of wellhead. Composite soil sample will be collected and analyzed after oily soil is removed and results will be reported to OCD to determine if further remediation is required.**

Note: Composite samples are not accepted.

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.

OIL CONSERVATION DIVISION

Signature: 	Hydrologist
Printed Name: Mickey Horn	Approved by Environment Specialist: 
Title: Operations Manager	Approval Date: 04/07/2015 Expiration Date: 07/07/2015
E-mail Address: paladinmid@suddenlink.net	Conditions of Approval:
Date: April 6, 2015 Phone: (432) 522-2162	Attached <input type="checkbox"/> Site samples required. Delineate and remediate area as per NMOCD guides.

IRP-3594 164070

* Attach Additional Sheets If Necessary

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pTO1509748502