State of New Mexico

Form C-141 Revised June 10, 2003

District II

1301 W. Grand Avenue, Artesia, NM 88210

1625 N. French Dr., Hobbs, NM 88240

Distric III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

Energy Minerals and Natural Resources

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 back

side of form.

30-015-10	376	I	Release Notifica	ation a	and Co	orrective Ac	tion				
_	OI	PERATOR						Initial	Report 🗸 Fina	l Report	
Name of Company		Merit Energy Corporation			Contact		Gene Brookshire				
Address	P.O. Box 69 Loco Hills, NM 88255		55	Telephone No.		505-420-5497					
Facility Name WB #29 4" Flowline					Facility	Туре	4" fiber	fiberglass flowline			
Surface Owner BLM Mineral Owner					•	NA	Lease No. LC-029426B			9426B	
			LOCAT	TON	OF RE	LEASE					
Unit Letter	Section	Township	Range	Feet	from	Feet from	Longi	ude-W	Latitude-N	County	
С	9	178	31E		h Line	West Line				Eddy	
NATURE OF RELEASE											
Type of Release Volume Recovered											
Produced Water						40	bbl 0 bbl				
Source of Release						nd Hour of Occ		Date and	d Hour of Disco		
Broken 4" Fiberglass flowline						9/28/04 12:30 PM 9/28/04 12:30 PM				•	
Was Immediate Notice Given?						If YES, To Whom?					
✓ YES NO Not Required					NMOCD and BLM						
By Whom? Greg Leary - Merit Energy						Date and Hour 9/29/04 11:00 AM					
Was a Watercourse Reached?					If YES, Volume Impacting the Watercourse						
	e was Impacted,	∐ YES	☑ NO		NA						
	of Problem and erglass line. Rep		tion Taken. * area inaccessible (to vacu	um truc	ck, thus no rec	overy at	ained.			
Describe Area	Affected and Cle	anup Action	Taken. *	<u>.</u>							
1		-	-ft north of WB#2	29 iniec	ction we	dl. Area was r	oto-tilled	and fert	ilized to augme	ent	
	oio-degradation			.							
certain release notifica not relieve the operato	tions and perform corn or of liability should the	ective actions for rela ir operations have fa report does not reliev	lete to the best of my know eases which may endanger; iled to adequately investiga we the operator of responsib	public hear te and rem	lth or the en recliate conta	vironment. The accep	tance of a C- threat to grou	141 report by nd water, su	the NMOCD marked face water, human hea	as "Final Report" does	
Signature: John And					T. Coum by Mike Browtcher						
Printed Name: John Good					Approved by District Supervisor:						
Title:	SESI - Project Consultant					Approval Date: 2/9/05 Expiration Date: N/A					
E-Mail Address: <u>ballen@sesi-nm.com</u>					Conditions of Approval: Area to be monitored For 12 month period for vegetative Attached						
Date:	1/6/2005	Phone:	505-397-0510)	re-trauth as recommendally SESI						