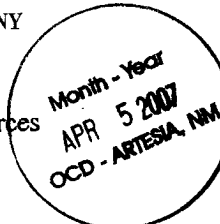


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

API# 30.015.33981
NLLB0715640780

AGR# 227001

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	LATIGO Petroleum, INC	Contact	PATRICK ELLIS
Address	P.O. Box 10340 Midland, Texas 79702	Telephone No.	432 685-8148
Facility Name	MARINE 19 Fed #1	Facility Type	TANK BATTERY
Surface Owner	Mineral Owner		Lease No. NM-109756

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
	19	255	27E	1480	NORTH	1130	West	Eddy

Latitude 32°07'06" Longitude 104°14'01"

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	200 BBLs	Volume Recovered	780 BBLs
Source of Release	Fiberglass Water Tank	Date and Hour of Occurrence	Date and Hour of Discovery		
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	3-28-07 10:00 PM Left voice message Mike Bratcher, OCD TAMMY BLM		
By Whom?	PATRICK ELLIS	Date and Hour	5:00 PM 3-22-07		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

Produced Water
Rain Water

If a Watercourse was Impacted, Describe Fully.*

N/A

Describe Cause of Problem and Remedial Action Taken.*

Lightning storm struck fiberglass tank. The tank exploded releasing 200 BBLs of produced water which mixed with heavy rain fall.

Describe Area Affected and Cleanup Action Taken.*

Release occurred in a lined facility. A portion of the berm washed out allowing water mixture to reach the well pad. All free fluid was picked up. Highlander Environmental was contacted to evaluate spill area.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC 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 NMOC 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, NMOC 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: Patrick L. Ellis	OIL CONSERVATION DIVISION	
Printed Name: PATRICK L. ELLIS	TIM GUM	
Title: EH&S Supervisor	Approved by District Supervisor: by MB	Mike Bratcher
E-mail Address: ellisp@pogoproducing.com	Approval Date: 6/5/07	Expiration Date:
Date: 4-5-07 Phone: (432) 685-8148	Conditions of Approval: Attached	Attached <input checked="" type="checkbox"/>

* Attach Additional Sheets If Necessary



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Latigo Petroleum Inc.
15 West 6th Street
Suite 1100
Tulsa, OK 74119
ATTN: Environmental Department

June 5, 2007

Reference **Marine 19 Federal #1 19-25S-27E API # 30-015-33981 Eddy County, New Mexico**

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an Initial Report Form C-141 reporting a release of produced fluids that occurred on or about March 21, 2007 at the above referenced well site. Please submit a work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at this site. The plan is to be formulated based on vertical and horizontal delineation of contamination, site ranking, and OCD Rules and Guidelines.

A publication outlining OCD guidelines and requirements for site ranking and spill remediation can be found on the OCD website as follows: <http://www.emnrd.state.nm.us/ocd> Click on each of the following items as they appear:

- Publications
- Environmental Handbook
- Miscellaneous Guidelines
- Remediation of Leaks, Spills and Releases

Please submit this plan to the OCD District 2 office no later than July 6, 2007. Please include any remedial or clean up actions that have already been performed.

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

If I can be of assistance in this matter, my contact information is listed below.

Sincerely,

Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 88210
(505) 748-1283 Ext.108
(505) 626-0857
mike.bratcher@state.nm.us

Tracking number: nLLB0715640780