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

State of New Mexico State of New March Resources OCT 2 0 2008

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back

Form C-141

Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. OCD-ARTESIA

1220 S St Francis Dr, Santa Fe, NM 87505 side of form Santa Fe, NM 87505 **Release Notification and Corrective Action** -015-26895 **OPERATOR** Initial Report Final Report Name of Company SANDLOTT ENERGY Contact JACKIE BREWER Address P.O BOX 711 LOVINGTON NM 88260 Telephone No. 575-631-4592 Facility Type ACTIVE PRODUCTION WELLHEAD/ BATTERY Mineral Owner Lease No.30-015-26895 LOCATION OF RELEASE Range Feet from the North/South Line Feet from the East/West Line Section **Township** County В 188 28E 330 NORTH 2310 EAST **EDDY** Latitude Longitude

Facility Name LEVERS A STATE # 2 Surface Owner NMSLO Unit Letter **NATURE OF RELEASE** Type of Release HISTORICAL Volume of Release N/A Volume Recovered N/A Source of Release ACCUMULATED RELEASE FROM ACTIVE WH Date and Hour of Occurrence Date and Hour of Discovery Was Immediate Notice Given? If YES, To Whom? Yes No X Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes X No If a Watercourse was Impacted, Describe Fully.* NOT APPLICABLE Describe Cause of Problem and Remedial Action Taken.* WELL HEAD LEAK AT STUFFING BOX LESS THAN 5BBLS 3FT BY 3FT RADIUS LEAK AT BACK OF BATTERY Describe Area Affected and Cleanup Action Taken.* DUG AROUND WELLHEAD 3FT BY 6FT RADIUS APPROX. 3FT IN DEPTH HAULED SOIL TO CRI REFILLED WITH CLEAN SOIL BATTERY - DUG DOWN APPROX. 3FT TO 4 FT 1/2 PIE AREA 20FT BY 10 FT RADIUS HAULED TO CRI REPLACED W/ CLEAN SOIL 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** newer Signature: Approved by District Supervisor: Printed Name: JACKIE BREWER Title: OPERATOR Approval Date: Expiration Date: E-mail Address: brewer212@aol.com Conditions of Approval: Attached Date: 10-14 2008 Phone: 575-631-4592

* Attach Additional Sheets If Necessary

Accepted for record **NMOCD**

OCT 2 2 2008