

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

30-015-38144

Release Notification and Corrective Action

7 KmW 1102626712

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Lynx Petroleum Consultants, Inc.	Contact	Debbie McKelvey, Agent
Address	P.O. 1708, Hobbs, NM 88241	Telephone No.	575-392-3575
Facility Name	Eddy BD State #3	Facility Type	Well

Surface Owner	State	Mineral Owner	State	Lease No.	EO-0997
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	32	20S	30E	1980	NORTH	1980	EAST	EDDY

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

NATURE OF RELEASE

Type of Release	Drilling Fluid	Volume of Release	20-25 bbls.	Volume Recovered	0
Source of Release	Working pits ran over	Date and Hour of Occurrence	1/13/11 10 p.m.	Date and Hour of Discovery	1/13/11 10 p.m.
Was Immediate Notice Given?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	Spoke to Mike Brasher		
By Whom?	Larry Scott	Date and Hour	1/14/11 8 a.m. (estimated)		
Was a Watercourse Reached?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	If YES, Volume Impacting the Watercourse			
If a Watercourse was Impacted, Describe Fully.*				<div>RECEIVED JAN 19 2011 NMOCD ARTESIA</div>	

Describe Cause of Problem and Remedial Action Taken.\* Reserved pits were not approved by OCD and sufficient storage was not provided by steel pits to accommodate gas kick. Fluid was removed from pits and the well was controlled.

Describe Area Affected and Cleanup Action Taken.\*

Drilling fluid escaped the location and ran down the hill approximately 50 yds. The area was scraped up. Further remedial action will be taken after the rig is removed.

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>Debbie McKelvey</i>	OIL CONSERVATION DIVISION	
Printed Name:	Debbie McKelvey	Approved by District	<i>Mike Brasher</i>
Title:	Agent	Approval Date:	3/9/11
E-mail Address:		Expiration Date:	
Date:	1/17/11	Phone:	575-392-3575
		Conditions of Approval:	Attached <input type="checkbox"/>
		Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	

\* Attach Additional Sheets If Necessary

4/9/11

2 RP-583