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 abmit 2 Copies to appropriate

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

Release Notification and Corrective Action 30-039-23586 OPERATOR ☑ Initial Report ☐ Final Report														
				OPERATOR Initial Report Final Report										
Name of Co			Contact Mike Dimond Telephone No. 505-325-8874											
Facility Na		Facility Type Producing Well												
Surface Ow	ner Vario	us Private		Mineral C	Various Private Lease No. Fee									
	LOCATION OF RELEASE													
Unit Letter N	Section 34	Township 25N	Range 2W	Feet from the 990	North/ South	South Line	Feet from the 1850	East/W West	Vest Line	County Rio Arriba				
LatitudeLongitude														
	NATURE OF RELEASE Type of Release Crude Oil Volume of Release 85 Bbls Volume Recovered 5													
Type of Rele			Volume of Release 85 Bbls Volume Recovered Date and Hour of Occurrence Date and Hour of Di						0.00					
Source of Re			Early Morining of January 8, January 2008				Hour of Discovery 9:00 am 8, 2008							
Was Immediate Notice Given? ☐ Yes ☑ No ☐ Not Required							If YES, To Whom?							
By Whom?		Date and Hour												
Was a Watercourse Reached? ☐ Yes ☑ No							If YES, Volume Impacting the Watercourse.							
If a Watercourse was Impacted, Describe Fully.* RCVD FEB 26 '08														
	OIL GONS. DIV.													
Describe Cause of Problem and Remedial Action Taken.* BS&W valve on tank froze and split causing spray of high gravity crude and produced water. Vacuumed approximately 5 bbls of pooled oil inside berm and transferred remaining liquid in tank #40385 to tank #40384														
Describe Area Affected and Cleanup Action Taken.* Affected area all inside bermed area of tank battery. Area covered with snow and could not see evidence of contamination. Waiting on drier conditions to geoprobe site and discover depth of any contamination.														
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 MUL Muneup							OIL CONSERVATION DIVISION							
Printed Name: Mike Dimond							Approved by District Supervisor:							
Title: Presid	lent			 	Approval Date: 2/27/20/2 Expiration Date:									
E-mail Address:mikedimond@bmgdrilling.com							Conditions of Approval:			Attached				
	Date: 02/25/2008 Phone:505-324-5069 Attach Additional Sheets If Necessary													