

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

30-045-25917

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Dugan Production Corp.	Contact Rodger Mullins
Address P.O. Box 420 Farmington, NM 87499	Telephone No. 505-325-1821
Facility Name Pac Ten # 1	Facility Type Oil Well

Surface Owner BLM	Mineral Owner	Lease No. NM45207
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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
P	07	24N	9W	790	South	790	East	San Juan

Latitude 36.32376 Longitude 107.82330

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release Approx 3 BB	Volume Recovered 1 BBL
Source of Release Valve opened by cow	Date and Hour of Occurrence Unknown	Date and Hour of Discovery 10-25-10 Approx 11.30 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? BLM Kevin Schneider OCD - Brandon Powell	
By Whom? Rodger Mullins	Date and Hour 10-26-10 2.15 PM	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. Unknown number of BBLs.	

If a Watercourse was Impacted, Describe Fully.*

REC'D OCT 29 '10
OIL CONS. DIV.
DIST. 3

Describe Cause of Problem and Remedial Action Taken.*

Bleeder valve knocked open by cow Operator closed valve & removed handle from valve.

Describe Area Affected and Cleanup Action Taken.*

Crude oil on ground approx. 15' radius around well head. Spray of oil on vegetation east of location. Contaminated dirt, removed and replaced with clean dirt Vegetation washed with simple green.

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>Rodger V. Mullins</i>	OIL CONSERVATION DIVISION	
Printed Name Rodger Mullins	Approved by District Supervisor. <i>Jonah D. Kelly</i>	
Title Environmental Manager	Approval Date. 3/06/2012	Expiration Date:
E-mail Address:	Conditions of Approval	Attached <input type="checkbox"/>
Date 10-29-10	Phone 505-325-1821	

* Attach Additional Sheets If Necessary

NJK 1206649708