

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., 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

Form C-141  
Revised August 8, 2011

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit 1 Copy to appropriate District Office in  
accordance with 19.15.29 NMAC.

**Release Notification and Corrective Action**

**OPERATOR**

Initial Report  Final Report

Name of Company	Dugan Production Corp.	Contact	Rodger Mullins
Address	P O Box 420, Farmington, NM 87499-0420	Telephone No.	505-325-1821
Facility Name	April Surprise #7	Facility Type	Oil Well

Surface Owner	Federal	Mineral Owner	Federal	API No.	30-045-29293
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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
B	31	24N	9W	1050	North	1520	East	San Juan

Latitude 36.27502 Longitude 107.82561

**NATURE OF RELEASE**

Type of Release	Crude Oil	Volume of Release	Approx 300 bbls	Volume Recovered	122 bbls
Source of Release	Tanks overflowed	Date and Hour of Occurrence	11-26-13 -- time unknown	Date and Hour of Discovery	11-26-13 @ 0830 hrs
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	OCD -- Brandon Powell BLM -- Shari Ketchum		
By Whom?	Rodger Mullins	Date and Hour	11-26-13 @ 1100 hrs		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.\*  
Oil ran off location in a narrow stream approximately 400 yards

OIL CONS. DIV DIST. 3

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Describe Cause of Problem and Remedial Action Taken.\*  
Production tanks overflowed. Oil well was shut in. Dammed up bottom end of spill to prevent further run-off and contamination.

Describe Area Affected and Cleanup Action Taken.\*  
Affected area consisted of inside of tank berm and approximately 400 yards off location. Contaminated dirt is being and will continue to be excavated and replaced with clean dirt.

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>[Signature]</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name:	Rodger Mullins	Approved by Environmental Specialist:	<i>[Signature]</i>
Title:	Environmental	Approval Date:	4/4/2014
E-mail Address:	rmullins@duganproduction.com	Expiration Date:	
Date:	December 4, 2013	Conditions of Approval:	Attached <input type="checkbox"/>
Phone:	505-326-4548		

\* Attach Additional Sheets If Necessary

WJK1409456320

ACCEPTED FOR RECORD

NMOCD

DEC 04 2013

FARMINGTON FIELD OFFICE  
BY: *[Signature]*