

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

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

Form C-141
Revised August 8, 2011

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. 505-326-4548
Facility Name Anabel #1	Facility Type Oil Well
Surface Owner Federal	Mineral Owner Federal
API No. 30-045-24907	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	33	25N	8W	700	North	600	East	San Juan

Latitude 36.36278 Longitude -107.67924

NATURE OF RELEASE

Type of Release crude oil	Volume of Release Approx 10 bbls	Volume None
Source of Release Hammer union at wellhead	Date and Hour of Occurrence 03-12-15 time unknown	Date and Hour of Discovery 03-12-15 @ 1300 hrs
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Shari Ketchum (BLM) & Jonathan Kelly (NMOCD)	
By Whom? Rodger Mullins	Date and Hour 3-12-15 @ 1545 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 CONS. DIV DIST. 3

MAR 19 2015

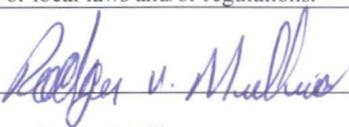
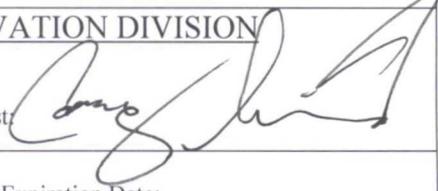
Describe Cause of Problem and Remedial Action Taken.*

Oil was released from a loose hammer union at the wellhead. Pump unit was shut down and hammer union was tightened. All hammer unions will be checked for tightness on a regular basis.

Describe Area Affected and Cleanup Action Taken.*

(On Location) - Oil was on ground on the NW (front) and SW (left side) of pump jack. (Off Location) - Oil ran off SW side of location approximately 400 feet then ran over a cliff and stopped on a flat spot at bottom of cliff. Narrow stream from 6" to 18" wide. Contaminated soil will be removed and replaced with clean soil. Sand stone will be scrubbed 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: 	OIL CONSERVATION DIVISION	
Printed Name: Rodger Mullins	Approved by Environmental Specialist: 	
Title: Production Foreman	Approval Date: 4/7/15	Expiration Date:
E-mail Address: rmullins@duganproduction.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: March 17, 2015 Phone: 505-325-1821		

* Attach Additional Sheets If Necessary

#NCS 150973112

①