

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

JUN 27 2016

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	MARALEX RESOURCES	Contact	KERRY TAHMAHKERA
Address	775 GODDARD AVE or P.O. BOX 338 Ignacio, CO	Telephone No.	970-563-4000
Facility Name	TRADING POST 24-2	Facility Type	Gas Well / Water Gathering Line
Surface Owner	Fed- BLM	Mineral Owner	Fed- BLM
		API No.	30-045-30127

**LOCATION OF RELEASE**

SR940 CS

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	24	25N	11W	800	FSL	840	FWL	SAN JUAN

Latitude 36 38147399 Longitude -107.9616789

**NATURE OF RELEASE**

Type of Release	Produced Water	Volume of Release	≈ 5 BBLs	Volume Recovered	0
Source of Release	(near Separator) 3" PolyLine Leak @ well	Date and Hour of Occurrence	06/09/2016 between 8am + 9am MNT	Date and Hour of Discovery	
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	NM Env Dept, NM OCD (follow-up to email within NM OCD)		
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	N/A		

If a Watercourse was Impacted, Describe Fully.\* N/A (Spill edge is approximately 50ft from a large sand wash, but is separated by the location berm. No watercourse impacted, further details below.

Describe Cause of Problem and Remedial Action Taken.\*  
Buried 3" PolyLine carrying produced water leaked to the surface, leak was immediately isolated and shut in, no further loss of produced water at this point. More information will be given following soil sample results.

Describe Area Affected and Cleanup Action Taken.\*  
Full report to be given following soil sample results. Mineral Salt marks cover an approximate 15' x 75' contiguous with a 30' x 45' area. Penetration is limited to an estimated 2" and is contained within berms for the location. The area is flat, level, and dry. All water quickly evaporated/absorbed, no liquid recovery possible. Sandy location.

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>KTahmahkera</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Kerry Tahmahkera	Approved by Environmental Specialist:	<i>[Signature]</i>
Title: Production Technician	Approval Date: 7/6/16	Expiration Date:
E-mail Address: maralextech@gmail.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 6/20/2016 Phone: 970-563-4000	Test Soils for TPH, BTEX	

\* Attach Additional Sheets If Necessary

#AXS1616944090

3 Chlorides. Additional Remediation maybe Required Dependent upon Results.

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