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 API# 30-039-24073 **OPERATOR** Initial Report x Final Report Name of Company McElvain Oil & Gas Properties, Inc. Contact Randy J. Elledge Address PO Box 5610 Farmington NM 87499 Telephone No. 505-320-4969 Facility Name Wildfire SWD Facility Type Salt Water Disposal Surface Owner Wendy Stevenson Mineral Owner Lease No. NM 103556 LOCATION OF RELEASE Unit Letter Feet from the North/South Line Feet from the East/West Line County Section Township Range N 26 26N 2W 960'FSL 1650'FWL Rio Arriba **Latitude** 36.45129* **Longitude** 107.02241* NATURE OF RELEASE Volume of Release 50 bbls Volume Recovered 40 bbls Type of Release Water with trace of oil Source of Release Clean Water Tank Date and Hour of Occurrence Date and Hour of Discovery 10-22-08 app. 5:00 am 10-22-08 at 8:00 am If YES, To Whom? NMOCD-Brandon Powell Was Immediate Notice Given? x Yes \(\square\) No \(\square\) Not Required Date and Hour 10-22-08 at 12:00 pm initial phone call (left message) By Whom? Randy J. Elledge Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes x No RCVD DEC 18'08 If a Watercourse was Impacted, Describe Fully.* OIL COMS. DIV. DIST. 3 Describe Cause of Problem and Remedial Action Taken.* There was a malfunction in the Murphy kill switch that shuts off on high liquid level (possible trash or freeze). A new switch was installed and an Electrician was called to check on wiring and repair as needed. Describe Area Affected and Cleanup Action Taken.* The fluid was contained in the firewall and recovered with a vacuum truck. A backhoe was used to remove any contaminants that remained. The removed soil was taken to TNT Landfarm. Envirotech was called to take field samples and lab samples. All sample results were below the prescribed NMOCD limits. 80 cu/yds were removed and taken to the landfarm by dump truck. Two other stains were excavated and hauled to landfarm as well. 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. OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: Printed Name: Randy J. Elledge Title: Production Foreman/Environmental Agent Approval Date: 12-18-08 **Expiration Date:**

Conditions of Approval:

* Attach Additional Sheets If Necessary

Date: 12-16-2008

E-mail Address: Relledge @wapitisvc.com

Phone:505-320-4969

Incident # 12mb 0928650907

Attached |