<u>District I</u> 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

* Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources

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

Revised October 10, 2003

Form C-141

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

					OPERATOR Initial Report Initial Repo							
Name of Co	mpany X			Contact Kim Champlin								
Address #382 County Road 3100, Aztec, NM 87410						Telephone No. (505) 333-3100						
Facility Name Salty Dog #3R (API# 30-045-31274)						Facility Type Salt Water Disposal						
Surface Owner Federal Mineral Owner									Lease No. NM97843			
LOCATION OF RELEASE												
Unit Letter					th/South Line Feet from the		East/West Line		County			
A	28	30N	14W	850	North	1	770	East		San Juan		
Latitude 36.790041 Longitude 108.308189												
Type of Release Produced Water Volume of Release Approx 225 Volume Recovered Approx 220 bbl												
Type of Release Produced Water							Volume of Release Approx 225 Volume Recovered				Approx 220 bbl	
Source of Release Pit Tank						1 1			i	Date and Hour of Discovery 08/29/08 7:30 AM		
Was Immediate Notice Given?						If YES, To Whom?						
☐ Yes ☐ No ☐ Not Required							Brandon Powell- OCD RCVD SEP 11 '08					
By Whom? Kim Champlin						Date and Hour 08/29/08 4:00 PM DII CONS DIU If YES, Volume Impacting the Watercourse. DIST 3						
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse. DIST. 3						
If a Watercourse was Impacted, Describe Fully.*												
Describe Cause of Problem and Remedial Action Taken.* The host system (CASE) at this location went offline during the night. After resetting the system in the morning the high-high tank alarm went off. Upon arriving on location it was discovered that the pit tank was overflowing. The												
tank was shut in and vac trucks were immediately dispatched to the site. The release was contained within the lined berm. The vac trucks												
recovered an estimated 220 barrels of fruitland coal produced water. There was no impact to the ground or surrounding area.												
Describe Area Affected and Cleanup Action Taken.* A vac truck was used to recover water from the lined bermed area. CASE is correcting the problem with the host system.												
I hereby certi	fy that the	information g		e is true and comp								
	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 lav	ws and/or regu	ılations.									
Signature: Kim Champlin						OIL CONSERVATION DIVISION						
						1 1 - Mandie						
Printed Name					Approved by District Supervisor: Blow For Perion							
Title: Environmental Representative						Approval Date: 9/11/08 Exp			expiration	piration Date:		
E-mail Addre	ess: Kim (Champlin@x	com		Conditions of Approval:				Attached			
Date: 00/	09/08		505_333_3100	1								

Incident #1RMD0928626279