<u>District 1</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

## 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											
API 30-045-22937						OPERATOR					
Name of Company Dugan Production Corp.						Contact Rodger Mullins					
Address P. O. Box 420, Farmington, NM 87499-0420 Facility Name Blanco Wash #5						Telephone No. (505)325-1821 Facility Type					
Surface Owner Federal/Indian Mineral Owner						Federal/Indian			Lease No. NOOC-14-20-0603-1402		
LOCATION OF RELEASE											
Unit Letter L	Section 1	Township 24N	Range 9W	Feet from the 1550		South Line outh	Feet from the 1190	East/West Line West		County San Juan	
Latitude 36.34042 Longitude 107.74486											
NATURE OF RELEASE											
Type of Release oil							Volume of Release approx 80 bbls Volume Recovered approx 75 bbls				
Source of Release Pit overflowed						Date and Hour of Occurrence   Date and Hour of Discovery   11/23/07 @ approx 3:00 p.m.   11/27/07 @ approx 11:30 a.m.					
Was Immediate Notice Given? Yes No Not Required If YES, To Whom? Aztec Office NMOCD – Brandon Powell & BLM Farmington Office – Erinn Shirley										- Brandon Powell	
By Whom? Rodger Mullins						Date and Hour 11/27/07 @ approx 1:30 p.m.					
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.					
	· · ·		-		RCVD.DEC 10 '07						
If a Watercon	ırse was Im	pacted, Descr	ibe Fully.'	<b>*</b>		$M \mapsto -\epsilon$	-	:	OIL CONS. DIV. DIST. 3		
Describe Cause of Problem and Remedial Action Taken.*  Drain valve didn't seal properly causing oil to flow. Spill contained to location. Contaminated dirt dug out and replaced with clean dirt. Recovered oil will be returned to production tank.											
Describe Area Affected and Cleanup Action Taken.* Spill contained to location. Contaminated dirt dug out and replaced with clean dirt. Spread urea on contaminated area.											
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: Jana Mi Ful						Approved by District Supervisor: Brundon Poul For: Charlie Perrin					
Printed Name: Rodger Müllins											
Title: Prod	uction Fore	man .			Approval Date: 12-10-07 Expiration Date:						
E-mail Addre	ess: rmull	ins@duganpro	om		Conditions of Approval:  Attached			Attached			
Date: Decei	nber 3, 200	7 Phone	25-1821					,	1 - 0 - 0		

\* Attach Additional Sheets If Necessary

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