

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

OPERATOR

Initial Report ☐ Final Report ☒

Name of Company	Lance Oil & Gas, Inc.	Contact	Jo Becksted
Address	P. O. Box 70, Kirtland, NM 87417	Telephone No.	(505) 598-5601 Ext. 58
Facility Name	F-RPC 29 #1	Facility Type	Gas well
		API #	30-045-31173

Surface Owner	Bureau of Land Management	Mineral Owner	Bureau of Land Management	Lease No.	NMSF-079065
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	29	29N	13W	1,080	North	1,585'	East	San Juan

Latitude _____ Longitude _____

NATURE OF RELEASE

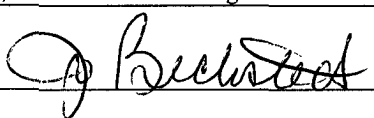

Type of Release	Produced water	Volume of Release	15 bbls	Volume Recovered	14 bbls
Source of Release	Leaky stuffing box	Date and Hour of Occurrence	04/20/06	Date and Hour of Discovery	Approx. 5:00 a.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mark Kelly of the BLM, Charlie Perrin & Denny Foust of the NMOCD		
By Whom?	Jo Becksted	Date and Hour	04/20/06 at approx 1:00 p.m.		
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

Describe Cause of Problem and Remedial Action Taken.* The stuffing box was leaking, wasn't discovered until water truck driver found it. The spill stayed on location. The well was shut in, and the produced water was sucked up by the water truck driver. As remediation, operator wishes to grade and spread-out the impacted soil on the well site.

Describe Area Affected and Cleanup Action Taken.*☐

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: Jo Becksted	Approved by District Supervisor:  For Charlie Perrin		
Title: Production Tech	Approval Date: 4/26/06	Expiration Date:	
E-mail Address: jbeckste@westernngas.com	Conditions of Approval:	Attached <input type="checkbox"/>	
Date: _____ Phone: (505) 598-5601 Ext. 5558			

* Attach Additional Sheets If Necessary

