District J. 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

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

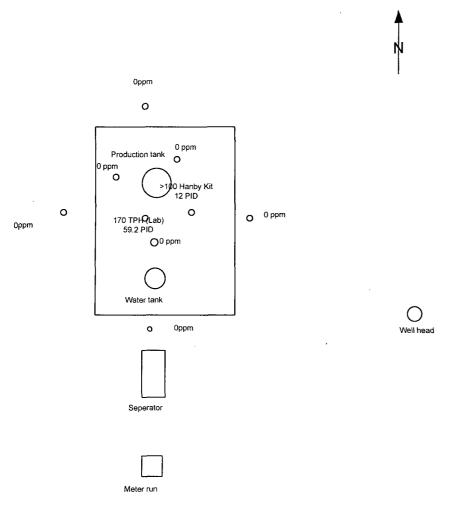
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

side of form

Form C-141

Revised October 10, 2003

Release Notification and Corrective Action												
30 045 24305					(OPERATOR						
Name of Company Patina San Juan, Inc.						Contact John Nussbaumer						
Address 5802 U.S. Hwy. 64, Farmington, N.M. 87401						Telephone No. 303.263.4608						
Facility Name Mills 1E						Facility Type Tank Battery						
Surface Owner State Mineral Owner)wner F	r Federal Lease No. NMNM 117074A						
LOCATION OF RELEASE												
Unit Letter	Section	Township	Range	Feet from the	North/	South Line	Feet from the	East/	West Line	County		
0	19	25N	09W	1120		South	1600		East	San Juan		
Latitude Longitude												
NATURE OF RELEASE												
Type of Rele	ase -Conde	nsate		IVAI	CKE	Volume of Release 181 bbls. Volume Recovered 10 gallons						
Source of Re	lease-Produ	ction Tank				Date and Hour of Occurrence Date and Hour of Discovery 3/6/03 1					6/03 1:15	
Was Immedia	ate Notice (Given?				If YES, To Whom?						
Required		X[Yes	□ No □ Not		Monica .						
By Whom? C	hecter Dea	1				1		n m			• •	
Was a Water		hed?			$\overline{}$	Date and Hour 3/6/03 2:30 p.m. If YES, Volume Impacting the Watercourse						
			Yes X	☐ No								
If a Watercou	irse was Im	pacted, Descr	ibe Fully.'	k								
							truck called. Inst					
							nd surrounding are from the highest					
							ampled and Hanb					
											•	
		and Cleanup A			Leveava	tion Landfar	med soil remediat	tad and	rougad on s	ita Sampla	d location	to occura
		removed and			excava	non. Langiar	med son remediat	tea and	reused on s	ne. Sample	d location	to assure
•												
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												
								2M	1	Cen	7	
Signature: John Mussbaumer Approved by District Supervisor: for Frank Chave 2												
Printed Name: John Nussbaumer Approved by District Supervisor: for Flank Chave 2									2			
Title: Manager, Environmental & Safety App						Approval Date: 3/03/04 Expiration Date:						
E-mail Address: jnussbaumer@patinaoil.com					Conditions of Approval:							
Date: 3/1/04			Phone:3	03.389.3600								



Sample sent to the laboratory for TPH analysis (418.1) Was from 8'. This sample had the highest reading on the handy kit (400TPH). At approximately 8'3", bedrock was encountered.

Mills 1E SW/SE, Sec. 19, T25N Range 9W Lease # NMNM117074A San Juan County N.M.

NOT TO SCALE



March 1, 2004

Mr. Denny Foust Oil Conservation Division 1000 Rio Brazos Road Aztec, NM 87410

RE: Mills 1E

Dear Denny:



Attached you will find a copy of the Form C-141(final report) for the Mills 1E along with a drawing showing the sample points and the laboratory results. A Hanby Kit and a PID meter were used to assess the level of hydrocarbon impacted soils. The sample with the highest reading shown with the Hanby Kit (400 ppm) was sent to the laboratory for analysis. In the main area of impacted soil PID readings ranged from 14.9 to 59.2 ppm, depending on depth. Soil from this sample point was sent to Evergreen Laboratory for analysis. The sample result was 170 ppm TPH. Only one other sample point showed any indication of hydrocarbon impact. The readings at that point were 12ppm PID and less than 100ppm with the Hanby Kit.

As stated in the Form C141, the site was excavated following the spill and the soil landfarmed on site. It appears that the majority of the impacted soils were removed and remediated. Depth to groundwater is greater than 100 feet. The site is more than 1000 feet from a water source and more than 200 feet from a private domestic water source. The distance to any surface water body is more than 1000 horizontal feet. Based upon these criteria and the fact that the soil test results were well below regulatory levels for remediation, I am asking that this site be considered closed with no further action required.

Should you have any questions regarding this report, please feel free to call me. Thank you for your patience in resolving this issue.

Sincerely

John Nussbaumer

Environmental & Safety

Patina Oil & Gas Corp

Evergreen Analytical, Inc.

4036 Youngfield Street, Wheat Ridge, Colorado 80033-3862 (303) 425-6021

Client Project ID San Juan Collection Date: 1/29/2004 Lab Order:

04-0640

Date Received:

2/3/2004

Units:

mg/Kg

Total Recoverable Petroleum Hydrocarbons (TRPH) TRPH

Method: E418.1

Prep Method:

			Date	Date			
Lab ID	Client ID	Matrix	Prepared	Analyzed	Results	LQL	DF
04-0640-01A	Mills	Soil	2/5/2004	2/6/2004	170	33	10

Comments Blank value subtracted

Analyst

Qualifiers: J - Indicates an estimated value when the compound is detected, but is below the LQL

U - Compound analyzed for but not detected

X - See case narrative

Approved

Definitions: DF - Dilution Factor

LQL - Lower Quantitation Limit

Print Date: 2/6/2004

District J · (503) 393-6161 P. O. Bes 1940 Hobbs, NIM 88241-1980 District II · (505) 748-1283 811 South First Artests, NIM 88210 District III · (305) 334-6178 1000 Rin Brates Reed Astec, NIM 87410 District IV · (505) 827-7131

State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division

2040 South Pacheco Street Santa Fe, New Medco 87305 (505) 827-7131 Form C- 141 Original 2/12/97

Substit 2 captes to Appropriate District Office in consultance with Bule 114

Release N	otification i OPE	ena Correc RATOR	rime Methon	🖸 laki	al Report	Pinal Report		
CORBILLERA ENERGY		CHESTER L. DEAL						
Address	, , , , , , , , , , , , , , , , , , ,	Throphy	me Na					
5802 US HWY 64 FARMING	n NH.		505) 632	- 8056				
Pedity Name Mills /E		Pucility	Ells, +E	=				
			E113116					
STATE	neral Owner FEDERA	/		•	Lesse No. NMNM 117074A			
	OCATION (R	1777	(4)/1			
Unit Letter Section Township Range For from the	Plust from the	Bart/West Link	County	ounty				
0 19 25N 09W 1120	South	1600	EAST	SAN	JUAN			
1	NATURE OF	F RELEASE						
Type of Release		Value	٧	Volume Recovered				
CONDENSATE Source of Release			31 BBL5 at Hour at Occurren	Dat	Date and Hour of Discovery			
PRODUCTION TANK						1:15 PM		
Who Immediate Notice Circol?	. Required	MYES, TO WHOMP MONICA KUHLING						
CHESTER L. DEAL		3-6-03 2:30 A. 1011						
Was a Wisterstrate Reachest?			Volume Impossing	<u> </u>		4		
Yw ⊠ No				(4)	e Eme	~ []		
if a Whancourse was Impacted. Describe Pully.*				12 12 3 10 12 3	1000 S			
Describe Cause of Problem and Remodial Action Talon. * BROKEN DRAIN VAIVE VACUE	m Truck	Was Calle	O, Insta	- 18		Jo VAlve		
APPEARS THAT CONDENSE	te Was	Absolb	ED BY SA	ANDY SO	ei/			
Describe Area Affected and Cleanup Action Taken.*				,				
SOM WILL BE EXCAUATED		1 FARMI	ED ON ho	CATION		· · · · · · · · · · · · · · · · · · ·		
Describe General Conditions Providing (Responsess, Predipitation, etc.	.A.							
45 DEGRÉES, MUDDY, PARTIAI SNOW	Cover							
I hereby certify that the information given above in true and complete to my knowledge and belief.	o the best of	OIL CONSERVATION DIVISION						
Printed Name CHESTER I DEAL		Approved by District Supervise	For Fr	runk ()	11 navez	<u>.</u>		
THE SUPERINTENDANT		Approval Date: 3107/03 Repiretion Date:						
	8056	Conditions of A	• •		Attached	П		
Attach Additional Phanes 16 Manual		Intiti	al Repo	J -		-		