

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

30 045 32021

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Maralex Resources, Inc.	Contact	Dennis R. Reimers
Address	PO Box 338 Ignacio, CO 81137	Telephone No.	(970) 563-4000
Facility Name	Blancett FC #2A	Facility Type	Fruitland Coal Seam Well
Surface Owner	Harold Beaty	Mineral Owner	
		Lease No.	Fee

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	24	30N	12W	1000	North	780	West	San Juan

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Fresh water filled drilling pit.	Volume of Release		Volume Recovered	
Source of Release	Irrigation/ground water	Date and Hour of Occurrence		Date and Hour of Discovery	
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* The Blancett FC #2A was drilled & completed during the 1st Qtr. 2004. The drilling pit was being dried out in order to be reclaimed. Once the adjacent land was irrigated and the rise in the Animas River due to Spring run-off, the pit filled with fresh water. The pit liner is torn in several places.

Describe Area Affected and Cleanup Action Taken.* Soil and water samples are being analyzed according to NMOCD guidelines to ensure no contamination has occurred. Water from the pit will be disposed of and a track hoe will be used to reclaim the pit with the previously stock-piled fill.

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: <i>Dennis R. Reimers</i>	OIL CONSERVATION DIVISION <i>Approved for the Record</i>	
Printed Name: Dennis R. Reimers	Approved by District Supervisor:	
Title: Engineering Manager	Approval Date: 5/27/04	Expiration Date:
E-mail Address:	Conditions of Approval:	Attached <input type="checkbox"/>
Date: May 21, 2004 Phone: (970) 563-4000	Compliance with current Rules.	

* Attach Additional Sheets If Necessary

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