

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

X Initial Report

☒ Final Report

Name of Company: Black Hills Gas Resources	Contact: Allen Parrent
Address - P.O. Box 249, Bloomfield, NM 87413	Telephone No. (505) 634-1111
Facility Name: Jicarilla 451-3 SJ #1	Facility Type Wellsite

Surface Owner: Jicarilla Apache Nation	Mineral Owner: Black Hills Gas Resources	Lease No. Jicarilla 451
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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
	3	29N	3W		790' FNL		2500' FEL	Rio Arriba

Latitude 36°45'32.08966N Longitude 107°08'15.9743W

NATURE OF RELEASE

Type of Release: H2O	Volume of Release: 75 bbls	Volume Recovered: 0 bbls
Source of Release: Water line	Date and Hour of Occurrence: 1/15/05, 11:00pm	Date and Hour of Discovery: 1/16/05, 11:00am
Was Immediate Notice Given? X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jicarilla EPO & NMOCD	
By Whom? Lynn Benally	Date and Hour: 1/18/05, 8:00am	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

NONE

Describe Cause of Problem and Remedial Action Taken.*

Union on water line froze and broke causing the release of produced water. Once discovered, broken union was replaced with a new one, fixing the leak.

Describe Area Affected and Cleanup Action Taken.*

Some water left location and went approximately 50 yards into field next to location. Estimates 45 bbls on location 30 bbls into the field. No clean up action was taken as the ground soaked up the water.

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>Allen Parrent</i>	OIL CONSERVATION DIVISION	
Printed Name: Allen Parrent	Approved by District Supervisor: <i>Denny Fant</i> <i>for Charles Perrin</i>	
Title: Production Foreman	Approval Date: <i>2/03/05</i>	Expiration Date:
E-mail Address: <i>aparrent@bhbp.com</i>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 1/25/05 Phone: (505) 634-1111		

* Attach Additional Sheets If Necessary

NDG FOST 439265

Rocky Mountain Region
1675 Broadway, Suite 1500
Denver, CO 80202
(303) 573-2772

Lab Team Leader - Sheila Hernandez
(432) 495-7240

ANALYTICAL REPORT

Company:	BLACK HILLS PETROLEUM	Report Date:	1/25/05
Region:	ROCKY MOUNTAINS	Date Range:	1/25/04 - 1/26/05
Area:	FARMINGTON, NM	Sales RDT:	44210
Lease/Platform:	EAST BLANCO UNIT	Account Manager:	BRYAN ENNS (505) 330-3221
Entity (or well#):	JICARILLA 451-3-1	Analysis Cost: (Per Reading)	\$7.00
Formation:	UNKNOWN		

Sample Point	Sample Date	Item	Reading	Units
TANK	1/18/05	TDS	1229.2	mg/l