

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

API 30-031-20853

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Mountain States Petroleum Corp	Contact	Denny Migl
Address	3001 Knox Street, Suite 403, Dallas, TX 75205	Telephone No.	(817) 946-2423
Facility Name	Santa Fe Railroad 51 ✓	Facility Type	Pumping Oil Well
Surface Owner	Unknown	Mineral Owner	Unknown
		Lease No.	016072

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	7	17N	8W	550'	North	1480	West	McKinley

Latitude unknown Longitude unknown

NATURE OF RELEASE

Type of Release	oil	Volume of Release	20 Bbbls oil	Volume Recovered	15 Bbbls oil
Source of Release	flowline leak	Date and Hour of Occurrence *		Date and Hour of Discovery *	see attachment
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	2/27/06		
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	5 Bbbls oil		
If a Watercourse was Impacted, Describe Fully.* * see attachment					

Describe Cause of Problem and Remedial Action Taken.* Appears to be injection well.

Referenced pipeline is 40+ years old. The pipeline has deteriorated to a condition where it needs to be replaced. The SFRR 51 pipeline will be replaced during within the next four to six weeks as a part of the Hospah Field Restoration project.

Describe Area Affected and Cleanup Action Taken.*

See attached procedure as submitted by Mr. Jay Miller.

Removal of free oil was not done as verbal instructions by Inspector Denny Foust to MSP personnel.

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:

Printed Name: Denny Migl, P.E.

Title: Senior Petroleum Engineer & Agent

E-mail Address: denny.migl@cdxgas.com

Date: March 8, 2006

Phone: (817) 946-2423

Approved by District Supervisor: Denny Foust for Charlie Perma

Approval Date: 3/27/06

Expiration Date:

Conditions of Approval: subsequent requirements for removing oil from watercourse.

Attached ☐

* Attach Additional Sheets If Necessary

NOV issued

ALB 0933457850

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