State of New Mexico **Energy Minerals and Natural Resources**

Form C-141

Revised June 10, 2003

District [I

1301 W. Grand Avenue, Artesia, NM 88210

1625 N. French Dr., Hobbs, NM 88240

Distric III

1000 Rio Brazos Road, Aztec, NM 87410

District [V

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

Submit 2 Copies to appropriate District Office in accordance

with Rule 116 on back

side of form.

1220 S. St. Francis Dr., Santa Fe, NM 87505

30-015-26001 Release Notification and Corrective Action nMLB0500429031 **OPERATOR** ☑ Initial Report ☑ Final Report Name of Company Merit Energy Corporation Contact Gene Brookshire Address P.O. Box 69 Loco Hills, NM 88255 Telephone No. 505-420-5497 Facility Name West B4 Battery Facility Type Tank Battery BLM Mineral Owner BLM Surface Owner Lease No. LOCATION OF RELEASE Unit Letter Section Feet from Township Range Feet from Longitude-W Latitude-N County South Line West Line 10 17S 31E Eddy NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Crude Oil hbl ~3 bbl Source of Release Date and Hour of Occurrence Date and Hour of Discovery Heater/Treater Unit 12/27/04 6:00 AM 12/27/04 8:15 AM Was Immediate Notice Given? If YES, To Whom? NO YES ✓ Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse **☑** NO YES If a Watercourse was Impacted, Describe Fully* Describe Cause of Problem and Remedial Action Taken. * Loss of integrity at heater/treater unit at SW corner of battery. <5-bbl release, contained within battery area. Vacuum truck recovered 3-4 bbl Describe Area Affected and Cleanup Action Taken. * Clean soil placed on release area to soak up remaining oil, then manually removed. Contaminated soil moved to east side of battery facility, blended and stockpiled for future use as berm material. 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: Approved by District Supervisor: Will Brenther Printed Name: John Good Consultant - SESI Title: Approval Date: / Expiration Date: Conditions of Approval: E-Mail Address: ballen@sesi-nm.com Attached NIA 12/29/2004 Phone: 505-397-0510 Date:

District I

State of New Mexico **Energy Minerals and Natural Resources**

Form C-141

Revised June 10, 2003

1301 W. Grand Avenue, Artesia, NM 88210

1625 N. French Dr., Hobbs, NM 88240

Distric III

30

1000 Rio Brazos Road, Aztec, NM 87410

District IV

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

Submit 2 Copies to appropriate

District Office in accordance

with Rule 116 on back

LASUICETY			. San	ua 1·c,	1 4141 ()	303			WI	ui Kuic 110 ou ba
1220 S. St. Francis		87505								side of for
-015-2600) (R	elease Notific	ation a	and Co	rrective Act	tion			
LB05004	29031 O	PERATOR						☑ Initia	Report 🗹 Fina	al Report
Name of Company Merit Energy Corporation					Contact Gene Brookshire					
Address P.O. Box 69 Loco Hills, NM 88255				255	Telephone No. 505-420-5497					
Facility Name	·	West B	4 Battery	•	Facility	Туре	Tank B	attery		
Surface Owner	BLM		Minera	l Owner		BLM		Lease N	O.	
Startage O White	222,172					LEASE		200001	<u>~</u>	
Unit Letter	Section	Township	Range		from	Feet from	Longit	ude-W	Latitude-N	County
j		1		l	h Line	West Line	Longa	ade II	Latitude 14	_
F	10	17S	31E	5000		West Ellie	 .			Eðdy
I		<u>I</u>	NATE	IRE O	FREI	EASE			<u> </u>	<u> </u>
Type of Release	·		14244	1000		of Release		Volume	Recovered	
Crude Oil						<5 bbl ~3 bbl				
Source of Release						nd Hour of Occi		Date an	d Hour of Disco	
Heater/Treater Unit						12/27/04 6:00 AM 12/27/04 8:15 AM				
Was Immediate						To Whom?	1111		12/2//04 0.1	5744
Wub Illanouluic	YES	□ NO	✓ Not Required		1. 120,	, 10				
By Whom?					Date ar	nd Hour	•		· · · · · ·	
Was a Watercourse Reached? ☐ YES ☑ NO					If YES, Volume Impacting the Watercourse					
					NA					
If a Watercours	was Impacted	, Describe Fully	*		1				RECE	IVED
	- P	,,								
									JAN 0	4 7005
									668m	PLESIO
Describe Cause	of Problem and	Remedial Action	on Taken. *							
Loss of integrit	y at heater/tre	ater unit at SW	corner of batte	ery. <5-	bbl rele	ase, contained	within b	attery a	rea. Vacuum ti	uck recover
3-4 bbl.	-			•		·		•		
Describe Area	Affected and Clo	eanup Action Ta	iken. *							
Clean soil place	ed on release a	rea to soak up	remaining oil, th	ien mai	ually re	emoved. Conta	minated	soil mov	ed to east side	of battery
facility, blende	d and stockpile	ed for future us	e as berm mater	rial.						
			<u> </u>						· · · · · · · · · · · · · · · · · · ·	
• •		•	te to the best of my know	_		-		-		-
			ses which may endanger of to adequately investiga							
			the operator of responsil							
			1							
Signature:		W/	7 1			<u>OIL</u>	CONSE	RVATIO	<u>N DIVISION</u>	
Signature.		four to	12-00			•			•	
Printed Name:		/ John Go	nd							
			, o 4		Approv	ed by District S	Superviso	r:		
Title:		Consultant	- SESI						_	
		Constituti	JENI	-		al Date:		Expirati	on Date:	
E-Mail Address	,	hallen@se	esi-nm.com		Conditi	ons of Approva	al:			
	•	Dancinos	20. 1111.00111							Attached
	12/29/2004	Phone:	505-397-0510		ļ					I - MIROCIECI

