

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	Armstrong Energy Corporation	Contact	Bruce Stubbs
Address	P.O. Box 1973, Roswell, NM 88202	Telephone No.	505-625-2222
Facility Name	Government "G" SWD LINE	Facility Type	Flowline
Surface Owner	U.S.	Mineral Owner	U.S.
		Lease No.	NM-086

LOCATION OF RELEASE API #

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	25	19S	34E	1000	South	900	West	Lea

Latitude 32.62780 N Longitude 103.51944 W

NATURE OF RELEASE

Type of Release	Produced Water & Oil	Volume of Release	70 BW, 2 BO	Volume Recovered	15 Barrels
Source of Release	Split in Flowline	Date and Hour of Occurrence	10-12-06 AM	Date and Hour of Discovery	10-12-06 8:00 AM
Was Immediate Notice Given?	X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	OCD - Gary Wink, BLM - Jim Amos		
By Whom?	Bruce Stubbs	Date and Hour	10-12-06 9:00 AM		
Was a Watercourse Reached?	<input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	N/A		

If a Watercourse was Impacted, Describe Fully.\*

N/A

Describe Cause of Problem and Remedial Action Taken.\*

Split in the black poly flowline sprayed the surrounding area with produced water and a skim of oil. Shut well in and inspected flowline. Flowline had been scrapped and that provided a weak point for the line to fail. Repaired the flowline. Called a vacuum truck and removed all of the standing fluid, approximately 15 bbls.

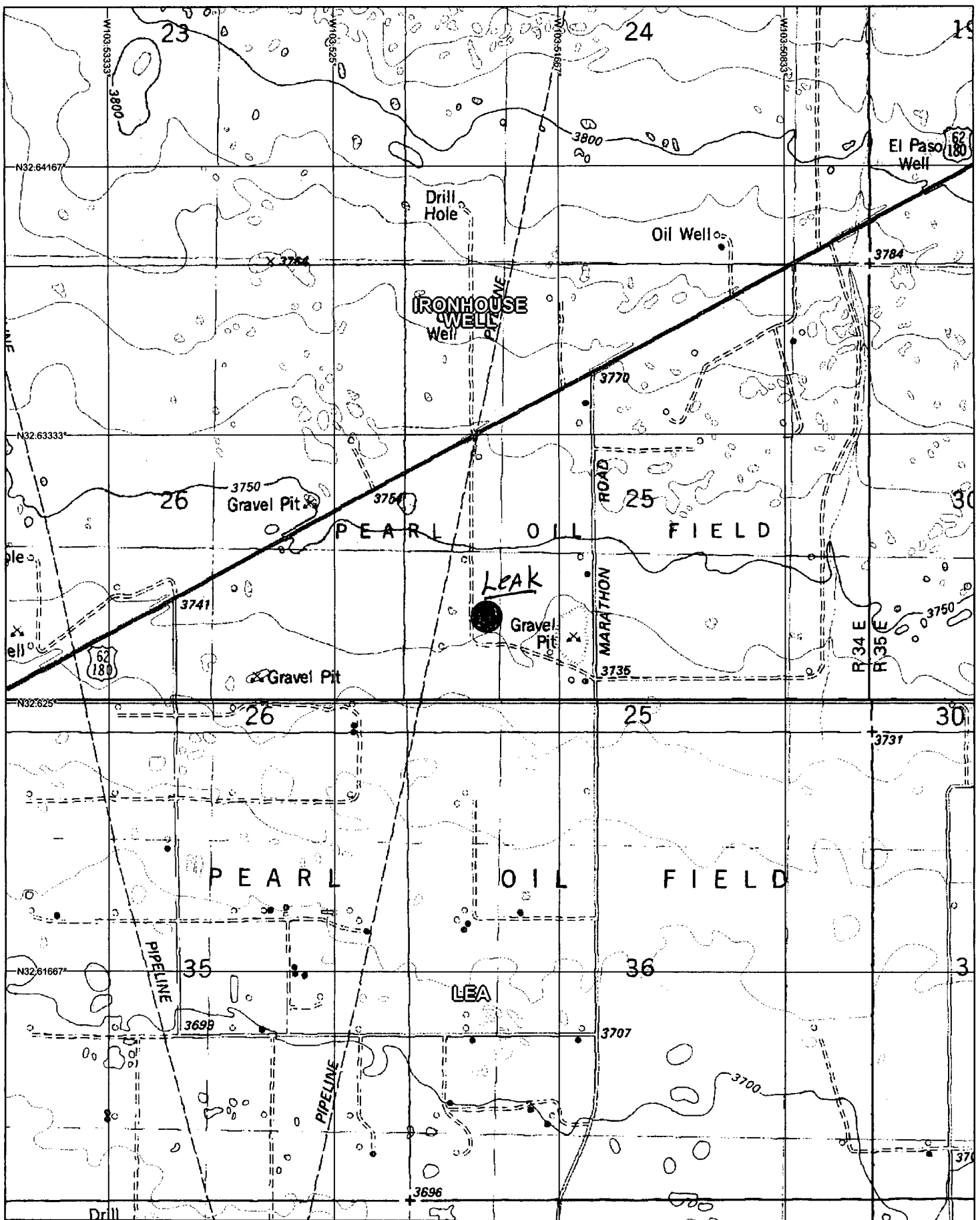
Describe Area Affected and Cleanup Action Taken.\* An area approximately 50' x 75' was sprayed with produced fluids, staining shrubbery and soil. The Area will be treated with Micro-blaze and reseeded when a wet period is predicted.

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>B. Stubbs</i>		OIL CONSERVATION DIVISION	
Printed Name: Bruce Stubbs		Approved by District Supervisor: <i>[Signature]</i>	
Title: Engineer		Approval Date: 10.15.06	Expiration Date: 11.15.06
E-mail Address: bastubbs@zianet.com		Conditions of Approval:	Attached <input type="checkbox"/>
Date: 10-13-06	Phone: 505-625-2222	- SUBMIT VERT & HORIZONTAL DELINEATION OF SPILL AREA - SUBMIT CHLORIDE CONTENT OF WATER & CLEAN UP PLAN	

\* Attach Additional Sheets If Necessary

RP# 1088



**Armstrong**  
ENERGY CORPORATION

500 NORTH MAIN STREET, SUITE 1000  
P. O. BOX 1973  
ROSWELL, NEW MEXICO 88202-1973  
505/625-2222  
FAX 505/622-2512

October 13, 2006

Mr. Larry Johnson  
New Mexico Oil Conservation Division  
1625 North French Drive  
Hobbs, New Mexico 88240

Re: Armstrong Energy Corporation  
Superior Federal  
Section 25M, T19S-R34E  
Lea County, New Mexico

Dear Sir:

Armstrong Energy Corporation had a leak on the Government "G" SWD line crossing the Superior Federal lease in the W/2 of section 25-T19S-R34E, Lea County, New Mexico. Enclosed, please find two (2) copies of form C-141 giving the details of this incident.

Mr. Jim Amos with the BLM plans to look at the affected area Monday and he will work on a plan to rehabilitate the affected area. Should you require any additional information concerning this incident, please contact me at your convenience.

Sincerely,

ARMSTRONG ENERGY CORPORATION

By: 

Bruce A. Stubbs, Vice President Operations

BS/jb

Enclosures

