

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

☐ Initial Report ☐ Final Report

Name of Company	MARLB Energy Corp.	Contact	Cliff Brunson - BBC International
Address	P.O. Box 227 Artesia, NM 88211	Telephone No.	505-397-6388
Facility Name	Scratch State Com #1	Facility Type	Oil well / Drilling Rt
Surface Owner	State of N.M.	Mineral Owner	State
Lease No.			

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
	24	18S	33E	1980	North	660	WEST	LEA.

Latitude _____ Longitude _____ API# 30025369960000

NATURE OF RELEASE

Type of Release	Pit Liner	Volume of Release	Unknown	Volume Recovered	None
Source of Release	Pit	Date and Hour of Occurrence	?	Date and Hour of Discovery	8/20/07 9:30 am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Daniel Sanchez - phone: Wayne Price - email		
By Whom?	Rand French & Cliff Brunson	Date and Hour	8/20/07 - 2:07 pm		
Was a Watercourse Reached?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	Unknown		

If a Watercourse was Impacted, Describe Fully.*

Do not know the extent of impacts at this time

Describe Cause of Problem and Remedial Action Taken.*

Compromised Pit - was in the process of a dig-n-haul, along with delineating chlorides. Forty feet below gravel surface wet soils and water was encountered.

Describe Area Affected and Cleanup Action Taken.*

Unknown at this time. Most of the Pit material has been removed. The disk side of Pit was free of chlorides @ 12' feet.

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:	OIL CONSERVATION DIVISION		
Printed Name:	Approved by District Supervisor: [Signature]		
Title:	Wildlife Biologist	Approval Date:	8.29.07
E-mail Address:	wildlife@marlab.com	Expiration Date:	9.17.07
Date:	8/24/07	Phone:	748-3303
Conditions of Approval:		Attached <input type="checkbox"/>	
SUBMIT DATA & PLAN 3-1			

* Attach Additional Sheets If Necessary

API# 1536