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

* Attach Additional Sheets If Necessary

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

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

Revised June 10, 2003 Submit 2 Copies to appropriate

Form C-141

District Office in accordance with Rule 116 on back side of form

30-015-2535/ Release Notification and Corrective Action								
		OPERATOR	Initial I	Report Final Repo				
Name of Company: MCELVAIN Oil and Gas Properties Inc.		Contact: George Broome or Clayton M Barnhill						
Address: PO Box 2148 Santa Fe, NM 87504		Telephone No.505-757-3	995 CMB: 505-626-	-1615				
Facility Name: Parcell Federal 002		Facility Type: Producing	Well					
Surface Owner: USA	Mineral Owne	er: USA	Lease No.	30-015-25851-00-00				

LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County: E 31 18 South 30 2310' North Line 1593' West Line Eddy County, New Mexico East NATURE OF RELEASE Type of Release: Hydrocarbon Release from flow line of tank battery. Volume of Release: Unknown Volume Recovered: None Source of Release: Pump Jack Date and Hour of Occurrence Date and Hour of Discovery Unknown Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☒No ☐ Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.*: Heavy Contamination at wellhead and area 25' x 25' feet that has been covered. Pile of

contaminated soil on location. NMOCD Site Inspection/Inspection No: iMLB0317038786 06/19/03 performed by Mike Bratcher, NMOCD District II Office.

Describe Area Affected and Cleanup Action Taken. * Area affected is around wellhead, and pile of previously removed soil. Site inspection made with Mike Stubblefield of the OCD Artesia District II Office, phone (505) 748-1283, on Monday 07/15/03 at 11:00 hour. At this site inspection, it was determined the operator should clean up the impacted soil around the wellhead by removing the soil until TPH concentrations are below 5000 PPM TPH, and replace with clean soil. Existing Pile of contaminated Soil, and soil removed from around the pad location on 03/17/2004 by Gandy Marley Inc. and transported to their offsite commercial landfarm. Clean soil was added.

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

rederal, state, or logal laws and/or regulations.				
Signature: Will Signature	OIL CONSERVATION DIVISION TIM W. GUM			
Printed Name: Clayton M Barnhill	Approved by District Supervisor:			· M.S.
Title: Agent	Approval Date: 4/28/2004.	Expiration D	Date:	
E-mail Address: cmbenviro@dfn.com or broome@pecos-nm.com Date 04/231/04 Phone: 505-626-1615	Conditions of Approval:		Attached	

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