

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

MAY 16 2008
OCD-ARTESIA

Form C-141
Revised October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

18917

Release Notification and Corrective Action

SEB0814454118
HSEB0814453780

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company	Read & Stevens, Inc	Contact	Will Palmer
Address	PO Box 1719, Lovington, NM 88260	Telephone No.	(505) 396-5391
Facility Name	Nix Federal #3	Facility Type	producing oil well

Surface Owner	Mineral Owner	Lease No.	NM0486
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30-015-28235

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	27	21S	28E	1980	North	660	West	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	oil & saltwater	Volume of Release	2 bbls	Volume Recovered	-0- bbls
Source of Release	Stuffing box leaking	Date and Hour of Occurrence	May 10, 2008	Date and Hour of Discovery	10:00 AM, May 10, 2008
Was Immediate Notice Given?	Yes No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

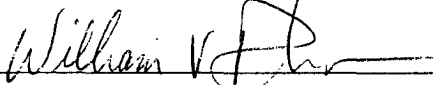
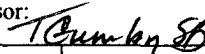
Describe Cause of Problem and Remedial Action Taken.*

Stuffing box around the polished rod liner leaked due to wear. Packing replaced.

Describe Area Affected and Cleanup Action Taken.*

Affected area covered approximately 10' x 13' around the wellhead. The contaminated soil was removed and taken to an approved landfill for disposal. The soil was replaced with clean caliche and contoured to the lay of the site.

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: 		<u>OIL CONSERVATION DIVISION</u>	
Printed Name: William V. Palmer		Approved by District Supervisor: 	
Title: Superintendent		Approval Date: 5-23-08	Expiration Date: N/A
E-mail Address: wpalmer@read-stevens.com		Conditions of Approval: N/A	Attached <input type="checkbox"/> N/A
Date: May 15, 2008 Phone: 505.396.5391			

* Attach Additional Sheets If Necessary