

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

OCT 05 2009

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	Melrose Operating Company 184860	Contact	Michael J. Corjay
Address	1000 W. Wilshire Blvd., Suite 223	Telephone No.	405-848-4012
Facility Name	State 647 AC711 #89	Facility Type	

Surface Owner	Mineral Owner	Lease No.
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30-015-02055

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	27	18S	28E	2310	S	1650	W	EDDY

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Injection Water	Volume of Release	40 bbls	Volume Recovered	40 bbls
Source of Release	Injection Line on well #89	Date and Hour of Occurrence	9/29/09 @ 11:30 a.m.	Date and Hour of Discovery	9/29/09
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Sherry Bonham		
By Whom?	Gary Newton	Date and Hour	9/29/2009		
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.*

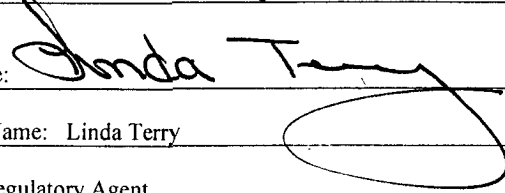
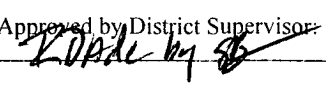
Injection line break. Break was repaired.

Describe Area Affected and Cleanup Action Taken.*

100 ft of line right of way that ended at Oxy's Crocket #27 on a 50'x50' area.
Cleanup consisted of using vac truck and a backhoe to spread dirt to absorb material.

Plan is to treat soil with chemical product from Reef Chemical. Will apply chemical until desired levels are achieved. Should chemical application not be successful, soil will be removed and continue to test until OCD is satisfied with results. OCD will be notified 48 hours prior to taking of soil samples.

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: Linda Terry		Remediation Actions to be completed and Final C-141 submitted with confirmation analyses/documentation on or before the Expiration Date.	
Title: Regulatory Agent		Approved by District Supervisor: 	Approval Date: 10-20-09
E-mail Address: lterry@melroseenergy.com		Expiration Date: 12-31-09	Attached <input checked="" type="checkbox"/>
Date: 10/2/2009 Phone: 405-848-4012		Conditions of Approval:	SEE ATTACHED STIPULATIONS

* Attach Additional Sheets If Necessary

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