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 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

Submit 2 Copies to appropriate District Office in accordance

Revised October 10, 2003

Form C-141

with Rule 116 on back side of form

#### **Release Notification and Corrective Action** API# 30-045-33217 **OPERATOR** Initial Report Final Report Dugan Production Corp. Name of Company Contact Rodger Mullins P. O. Box 420, Farmington, NM 87499-0420 Telephone No. (505)325-1821 Herry Monster SWD #3 Facility Type Facility Name Surface Owner Federal Mineral Owner Federal Lease No. NM-17015 LOCATION OF RELEASE Feet from the North/South Line Unit Letter Section Township Range Feet from the East/West Line County 1980 North 1700 West San Juan F 11 24N 11W **Latitude** 36.33008 Longitude 108.97504 **NATURE OF RELEASE** Type of Release produced water Volume of Release approx 30 bbl Volume Recovered approx 0 bbls Date and Hour of Occurrence Date and Hour of Discovery Source of Release Underground water line broke 8/5/08 @ approx 5:00 p.m. 8/5/08 @ approx 5:00 p.m. Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required If YES, To Whom? Aztec Office NMOCD – Brandon Powell & BLM Farmington Office 8/6/08 @ 8:00 a.m. - Brandon By Whom? Rodger Mullins Date and Hour If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? RCVD AUG 7'08 ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.\* OIL CONS. DIV. DIST. 3 Describe Cause of Problem and Remedial Action Taken.\* Underground water line broke causing the area to flow onto location and off location approximately 150'. Spreading gypsum on affected area. Describe Area Affected and Cleanup Action Taken.\* Water soaked into soil. Spreading gypsum on affected area. Further cleanup will be pending upon test results. 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. OIL CONSERVATION DIVISION Signature: Kellgy V. Melkins Approved by District Supervisor: Blobula Printed Name: Rodger Mullins Approval Date: 8/7/08 **Expiration Date:** Title: Production Foreman

Conditions of Approval:

Date: August 6, 2008 \* Attach Additional Sheets If Necessary

E-mail Address: rmullins@duganproduction.com

Phone: (505)325-1821

Incident # nRmO 0928156155

Attached

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Name of Company

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