

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**

API # 30-045-05343

**OPERATOR**

☒ Initial Report ☒ Final Report

Name of Company: Elm Ridge Exploration CO LLC	Contact: Amy Mackey
Address: PO BOX 156 Bloomfield, NM 87413	Telephone No. 505-632-3476 ext. 201
Facility Name: Carson Unit 18-24	Facility Type: Injection Well

Surface Owner: The Navajo Nation	Mineral Owner	Lease No. 14-20-603-1285
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**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	18	25N	11W	660'	South	1930'	West	San Juan

Latitude: 36,39564 Longitude: -108,04689

**NATURE OF RELEASE**

Type of Release: Water	Volume of Release: 80 BBLS	Volume Recovered: 80 BBLS
Source of Release: Split pipe	Date and Hour of Occurrence: 2-1-08 at 5 am	Date and Hour of Discovery: 2-1-08 at 5 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Brandon with NMOCD	
By Whom? Amy Mackey	Date and Hour: 2-1-08 at 8:00 am	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

RCVD FEB 5 '08

If a Watercourse was Impacted, Describe Fully.*	OIL CONS. DIV. DIST. 3
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Describe Cause of Problem and Remedial Action Taken.*
A Line split in the pump house causing 80 barrels of water to leak out onto the berm. The water was sucked up and the pipe was repaired.

Describe Area Affected and Cleanup Action Taken.*
Impacted Soil was remediated on 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: <i>Sharla O'Kelly</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Sharla O'Kelly	Approved by District Supervisor: <i>Brandon Pell</i>	For: <i>Charlie Perrin</i>
Title: Production Technician	Approval Date: 2-5-08	Expiration Date:
E-mail Address: amackey1@elmridge.net	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 2-4-08 Phone: 505-632-3476 ext 201		

\* Attach Additional Sheets If Necessary

Incident # NEMD 0929636622

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**SUNDRY NOTICES AND REPORTS ON WELLS**  
**Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.**

FORM APPROVED  
OMB No. 1004-0135  
Expires July 31, 1996

TYI  
COPY  
Mailed orig.  
to BLM  
2-5-08

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Injection well	5. Lease Serial No. 14-20-603-734
2. Name of Operator Elm Ridge Exploration Company, LLC	6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 156 Bloomfield, NM 87413	7. If Unit or CA/Agreement, Name and/or N
3b. Phone No. (include area code) (505) 632-3476 ext. 201	8. Well Name and No. Carson Unit 18-24
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL X 1930' FWL  Sec. "N" 18-T25N-R11W	9. API Well No. 30-045-05343
	10. Field and Pool, or Exploratory Area Bisti Lower Gallup
	11. County or Parish, State San Juan County, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input checked="" type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon <input type="checkbox"/> Water Leak
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

13 Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Elm Ridge Exploration Company discovered a water leak on 2-1-08, The leak occurred at the Carson 18-24 at 5 am. The line split in pump house, leak was repaired and the 80 barrels of water was recovered from the berm with minimal impact. Soil will be remediated on site. Amy mackey contacted Brandon with the NMOCD on 2-1-08 at 8:00 am.

RCVD FEB 5 '08  
OIL CONS. DIV.  
DIST. 3

14. I hereby certify that the foregoing is true and correct		
Name (Printed/Typed) Sharla O'Kelly	Title Production Technician	
Signature <i>Sharla O'Kelly</i>	Date February 5, 2008	
THIS SPACE FOR FEDERAL OR STATE USE		
Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		
Office		
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.		

(Instructions on reverse)