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

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 PI 30-045-27360 **OPERATOR** ☐ Initial Report M Final Report Dugan Production Corp. Contact Rodger Mullins Name of Company Address P. O. Box 420, Farmington, NM 87499-0420 Telephone No. (505)325-1821 Facility Name Turks Toast #4 Injection Plant Facility Type Surface Owner Federal Mineral Owner Federal NM-19163 Lease No. LOCATION OF RELEASE North/South Line Unit Letter Section Township Feet from the Feet from the East/West Line County Range San Juan L 17 30N 14W 1850 South 790 West RCVD MAY25'07 **Latitude** 36.81197 Longitude 108.33809 NIL CONS. DIV. **NATURE OF RELEASE** Volume Recovered .5 bbls approx Type of Release oil & water Volume of Release 10 bbls Date and Hour of Occurrence Date and Hour of Discovery Source of Release Tanks 5/24/07 @ approx 5:00-6:00 a.m. 5/24/07 @ 7:00 a.m. If YES, To Whom? Aztec Office NMOCD - Brandon Powell Was Immediate Notice Given? Yes No Not Required By Whom? Rodger Mullins Date and Hour 5/24/07 @ 10:00 a.m. If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? ☐ Yes 🛛 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Injection Pump went down & paging system didn't work, causing it to overflow. Industrial Ecosystems vacuuming up water & power washing tanks. Roustabout crew digging up dirt to remediate soil. Describe Area Affected and Cleanup Action Taken.* Soil around tanks within bermed area. Remediating soil, vacuum truck to suck water back to disposal well. 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 W. V. Mullins Signature: Approved by District Supervisor: Run Printed Name: Rodger Mullins Approval Date: 5 - 25 - 07 **Expiration Date:** Title: Production Foreman E-mail Address: Conditions of Approval: Attached \(\Bar{\} \) Date: May 24, 2007 Phone: (505)325-1821