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 Revised October 10, 2003 Jubmit 2 Copies to appropriate

Form C-141

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

Attached

Release Notification and Corrective Action OPERATOR ☐ Initial Report Final Report Name of Company Lance Oil & Gas, Inc. Contact Jo Becksted Address P.O. Box 70, Kirtland, NM 87417 Telephone No. (505) 598-5601 Ext. 5558 Facility Name Salty Dog SWD #3 Facility Type Salt Water Disposal Well Lease No. NM-97842 Surface Owner **BLM** Mineral Owner BLM API #30-045-31274 LOCATION OF RELEASE North/South Line East/West Line Unit Letter Section Township Range Feet from the Feet from the County 850' 14W 28 30N North 770' San Juan East Latitude Longitude NATURE OF RELEASE Type of Release Produced Water Volume of Release 5 bbls Volume Recovered Ø Source of Release frac tank on location Date and Hour of Occurren Date and Hour of Discovery 6/27/06 at approx. 3:00 a.m. 6/27/06 at 3:00 a.m. If YES, To Whom? Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required Denny Foust, OCD By Whom? Jo Becksted of Lance Oil & Gas Company, Inc. Date and Hour 6/27/06 @ 3:00 p.m. Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* Well was recently re-frac'd, frac tank overflowed. Describe Area Affected and Cleanup Action Taken.* The soil immediately surrounding the frac tank was impacted, however the wat the wellsite. All of the release was absorbed into the soil. 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: For: Charlie Approved by District Supervisor: Transfor T Printed Name: Jo Becksted Title: **Production Tech** Approval Date: (**Expiration Date:**

E-mail Address: jbeckste@westerngas.com

Phone: (505) 598-5601 Ext. 5558

Conditions of Approval:

^{*} Attach Additional Sheets If Necessary