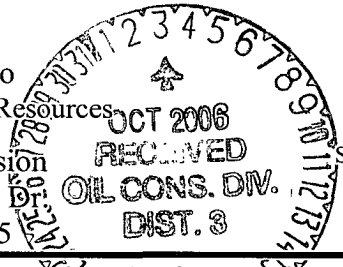


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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 #4	Facility Type	Water Disposal Well
		API #	30-045-32334
Surface Owner	BLM	Mineral Owner	BLM
		Lease No.	NMMN-101552

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	1	30N	14W	2580	South	1890	West	San Juan

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	15 bbls	Volume Recovered	15 bbls
Source of Release	Water Tank overflowed	Date and Hour of Occurrence	9/30/06 @ 10:00 a.m.	Date and Hour of Discovery	9/30/06 @ 12:00 p.m.
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	N/A		
By Whom?	Jo Becksted	Date and Hour	10/2/06		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	N/A		
If a Watercourse was Impacted, Describe Fully.* N/A					
Describe Cause of Problem and Remedial Action Taken.* Paging System failed.					
Describe Area Affected and Cleanup Action Taken.* All of the water was contained within the berm. A water truck has been dispatched to suck up the released water.					

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: Jo Becksted	Approved by District Supervisor:	For: Charlie Perrin
Title: Production Tech	Approval Date: 10/3/06	Expiration Date:
E-mail Address: jo.becksted@anadarko.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: _____ Phone: (505) 598-5601 Ext. 5558		

* Attach Additional Sheets If Necessary

nBPO628953671