

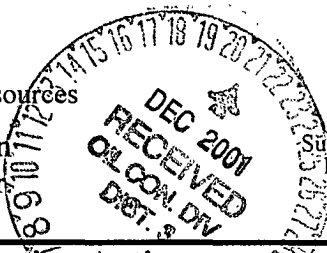
District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 March 17, 1999

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



Release Notification and Corrective Action

30 039 22451

OPERATOR

☐ Initial Report ☒ Final Report

| | |
|---|---|
| Name of Company MERRION OIL & GAS CORPORATION | Contact STEVEN S. DUNN |
| Address 610 REILLY AVENUE | Telephone No. (505) 327-9801 Ext. 112 |
| Facility Name CANYON LARGO UNIT No. 301 | Facility Type OIL WELL |

| | | |
|---------------------------------|---------------------------------|-------------------------------|
| Surface Owner FEDERAL | Mineral Owner FEDERAL | Lease No. SF-078874 |
|---------------------------------|---------------------------------|-------------------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|------------|
| M | 04 | 24N | 06W | 790 | SOUTH | 990 | WEST | RIO ARRIBA |

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release CRUDE OIL AND PRODUCED WATER | Volume of Release ~70 BBLS OIL, 20 BBLS WTR | Volume Recovered 40 BBLS OIL |
| Source of Release OIL STORAGE TANK | Date and Hour of Occurrence EST. 12/15/01 | Date and Hour of Discovery 11:00 AM 12/15/01 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? CHARLIE PERRIN | |
| By Whom? STEVEN S. DUNN | Date and Hour 12/17/01 AT 2:00 PM | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

CAUSE OF PROBLEM WAS FREE WATER IN TANK STORED ABOVE LOAD LINE, THEN FROZE IN VALVE, SPLITTING BODY AND ALLOWING CONTENTS TO DRAIN INTO FIREWALL. REMEDIAL ACTION. KEEP FREE WATER DRAINED.

Describe Area Affected and Cleanup Action Taken.*

**ARE AFFECTED: AREA IMMEDIATELY AROUND OIL TANK WITHIN FIREWALL.
CLEAN UP: VACUUM TRUCK PICKED UP FREE OIL AND RETURNED TO TANK. ROUSTABOUT CREW CLEANED UP OIL STAINED SOIL AND PLACED IN SOIL FARM ON LOCATION.**

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: STEVEN S. DUNN | Approved by District Supervisor: | |
| Title: DRLG & PROD MANAGER | Approval Date: 11/16/05 | Expiration Date: |
| Date: 12/19/2001 Phone: (505) 327-9801 | Conditions of Approval: | Attached <input type="checkbox"/> |

* Attach Additional Sheets If Necessary

11 DG F01345153603