

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

30 045 30429

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 KNIGHT COM No.1	Facility Type GAS WELL

Surface Owner STATE	Mineral Owner	Lease No. STATE
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LOCATION OF RELEASE

Unit Letter M	Section 36	Township 30N	Range 13W	Feet from the 417	North/South Line SOUTH	Feet from the 860	East/West Line WEST	County SAN JUAN
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NATURE OF RELEASE

Type of Release PRODUCED WATER	Volume of Release ~ 4 BBLs WTR	Volume Recovered 0
Source of Release WATER STORAGE TANK	Date and Hour of Occurrence 1/25/02 9:00 AM,	Date and Hour of Discovery 1/25/02 9:00 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? DENNY FOUST	
By Whom? CARL MERILATT	Date and Hour 1/25/02 9:00 AM	
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.*

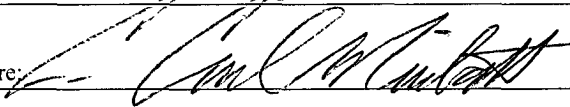
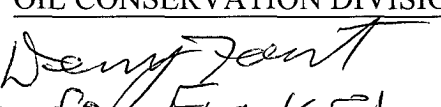
Describe Cause of Problem and Remedial Action Taken.*

CAUSE OF PROBLEM: ELECTRIC PUMP FAILED TO START AUTOMATICALLY.
ACTION TAKEN: INSTALL AUTOMATIC SHUT-DOWN.

Describe Area Affected and Cleanup Action Taken.*

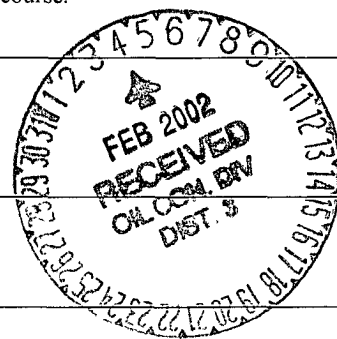
ARE AFFECTED: WATER RAN OFF LOCATION APPROX. 100' OVER SANDSTONE.
CLEAN UP: RAKED AFFECTED AREA.

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: 	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: CARL MERILATT	Approved by  District Supervisor: Frank Chavez	
Title: PRODUCTION FOREMAN	Approval Date: 02/04/02	Expiration Date:
Date: 1/31/02 Phone: (505) 327-9801	Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

11 DGT 020 253 9649



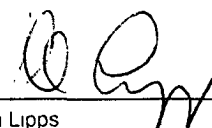
Client: Merrion Oil & Gas
Project: Base Monitoring
Sample ID: Knight #1
Lab ID: 0301W04455
Matrix: Water
Condition: Cool/Intact

Date Received: 10/15/01
Date Reported: 11/14/01
Date Sampled: 10/15/01
Time Sampled: COMP

Parameter	Analytical		Units	Units	PQL	Method	Analysis		
	Result						Date	Time	Init.
GENERAL PARAMETERS									
PH	7.6		s.u.		0.1	EPA 150.1	10/16/01	0800	ZW
Oxygen Demand - COD	65		mg/L		5	EPA 410.1	10/22/01	0800	ZW
Solids - Total Dissolved	42,680		mg/L		10	EPA 160.1	10/24/01	1350	ZW
Solids - Total Suspended	33		mg/L		2	EPA 160.2	10/22/01	0840	ZW
Cyanide (Total) - Colorimetric	<0.01		mg/L		0.01	SM 4500-CN E	10/30/01	1345	CM

Reference: EPA - "Methods for Chemical Analysis of Water and Wastes (MCAWW)" - EPA/600/4-79-020 - March, 1983
SM - "Standard Methods for the Examination of Water and Wastewater", APHA-AWWA-WEF, 18th Edition, 1992

Reviewed By:


William Lipps