

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 : Quantum Resources Management, LLC	Contact : Garrett Newton
Address : 1905 West Sears Ave., Artesia, New Mexico 88210	Telephone No. : 575-513-0230
Facility Name : Conoco 7 State #12	Facility Type: WIW
Surface Owner : State	Mineral Owner State
	Lease No. : API #30-015-25160 2RP-601

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	7	19S	29E	1880'	South	1980'	West	Eddy

Latitude 32.67308 N Longitude -104.11502 W

**NATURE OF RELEASE**

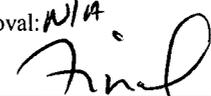
Type of Release : Produced Water	Volume of Release : 20 bbls	Volume Recovered: -0- bbls
Source of Release : Water Injection Line	Date and Hour of Occurrence: 1/21/2011 9:00 am	Date and Hour of Discovery: 1/21/2011 9:00 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher, NMOCD, voicemail	
By Whom? Mike Stubblefield	Date and Hour : 1/21/2011 1:55 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.\*  
The filter located on the injection line leaked. The impacted area was excavated to 1-foot deep, analytical testing was completed and the impacted soil was transported to Lea Land, LLC for disposal.

Describe Area Affected and Cleanup Action Taken.\* Talon/LPE was contracted for the correction of this release. The impacted area from this release was excavated to a depth of 4-feet deep and a 20 mil liner was installed. The excavated area was backfilled and contoured to match the surrounding terrain.

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Garrett Newton	Signed By:  Approved by District Supervisor:	
Title: Field Supervisor	Approval Date: <b>MAR 06 2012</b>	Expiration Date: <i>N/A</i>
E-mail Address: gnewton@pvtnetworks.net	Conditions of Approval: <i>N/A</i>	Attached <input type="checkbox"/>
Date: 1/3/12 Phone: 575-513-0230		<i>2RP-601</i>

\* Attach Additional Sheets If Necessary

*n kmw 1104138072*