

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

14591

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company: Merit Energy Company	Contact: Jackey Williams
Address: P.O. Box 69, Loco Hills N.M., 88255	Telephone No.: 575-677-2327
Facility Name: Turner B 41 (P/A) nearest well site	Facility Type: Flow line
Surface Owner: BLM	Mineral Owner: BLM
Lease No.: LC-029395-B	

LOCATION OF RELEASE

Unit Letter F	Section 20	Township 17S	Range 31E	Feet from the 1650	North/South Line North	Feet from the 1650	East/West Line West	County Eddy
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Latitude 32.823388 Longitude 103.895308

NATURE OF RELEASE

Type of Release: Produced fluids	Volume of Release: ~200 bbls	Volume Recovered: ~120
Source of Release: Flow line from the Turner B 127	Date and Hour of Occurrence: unknown	Date and Hour of Discovery: 1/29/08 4:30
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jim Amos (BLM) & Mike Bratcher (OCD)	
By Whom? Jim Hollon	Date and Hour: 1/30/07 11:45	
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.*
Rupture in flow line. Bad section of line was cut out and replaced. The line has also been treated to remove the scale build up inside.

Describe Area Affected and Cleanup Action Taken.*
The fluids ran from the leak in the flow line through depressions in the sand-hills to a flat area north of Marbob's tank battery. Vacuum trucks were summoned to recover the free liquids, totaling approximately 120 bbls. The grossly affected soils are being scraped up and hauled to a nearby OCD approved land farm. One calls are being made before additional excavation / delineation can be performed.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCED 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 NMOCED 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, NMOCED 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: <i>Jackey Williams</i>	OIL CONSERVATION DIVISION	
Printed Name: Jackey Williams	Approved by District Supervisor: <i>T. Gunn by SAL</i>	
Title: Area Foreman	Approval Date: <i>2-13-08</i>	Expiration Date:
E-mail Address:	Conditions of Approval: REMEDIATION	Attached <input type="checkbox"/>
Date: 1-30-08	WORK PLAN DUE 3-14-08	

* Attach Additional Sheets If Necessary

NSEB0804448444
ISEB 080 4449344

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Release Notification and Corrective Action

2RP-123

OPERATOR

Initial Report Final Report

Name of Company: Merit Energy Company	Contact: Jackey Williams
Address: P.O. Box 69, Loco Hills N.M., 88255	Telephone No.: 575-677-2327
Facility Name: Turner B #132 <i>30-015-29387</i>	Facility Type: Flow line

Surface Owner: BLM	Mineral Owner: BLM	Lease No.: LC-029395-B
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	20	17S	31E	1650	North	1650	West	Eddy

Latitude 32.823388 Longitude 103.895308

NATURE OF RELEASE

Type of Release: Produced fluids	Volume of Release: ~200 bbls	Volume Recovered: ~120
Source of Release: Flow line from the Turner B 127	Date and Hour of Occurrence: unknown	Date and Hour of Discovery: 1/29/08 4:30
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jim Amos (BLM) & Mike Bratcher (OCD)	
By Whom? Jim Hollon	Date and Hour: 1/30/07 11:45	
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 release was reported to be the flow line from the Turner B #132. The correct line is the Turner B #127. A corrected C-141 has been submitted.

Describe Area Affected and Cleanup Action Taken.*

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: <i>Jim Hollon</i>	OIL CONSERVATION DIVISION	
Printed Name: Jim Hollon	Approved by District Supervisor: <i>T. Eum by SD</i>	
Title: Consultant	Approval Date: <i>2-18-08</i>	Expiration Date:
E-mail Address: Jim@JHCon.net	Conditions of Approval: <i>N/A</i>	Attached <input type="checkbox"/>
Date: 2-14-08	Phone: 432-631-5768	

* Attach Additional Sheets If Necessary

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Release Notification and Corrective Action

30 015 29387

OPERATOR

Initial Report Final Report

Name of Company: Merit Energy Company	Contact: Jackey Williams
Address: P.O. Box 69, Loco Hills N.M., 88255	Telephone No.: 505-677-2327
Facility Name: Turner B 132 (flow line)	Facility Type: Flow line
Surface Owner: BLM	Mineral Owner: BLM
Lease No.: LC-029395-B	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	20	17S	31E	48	North	2421	East	Eddy

Latitude 32.82716401 Longitude 103.8912606

NATURE OF RELEASE

Type of Release: Produced fluids	Volume of Release: ~200 bbls	Volume Recovered: ~120
Source of Release: Flow line	Date and Hour of Occurrence: 1/29/08 unknown	Date and Hour of Discovery: 1/29/08 4:30
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jim Amos (BLM) & Mike Brascher (OCD)	
By Whom? Jim Hollon	Date and Hour: 1/30/07 11:45	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

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Describe Cause of Problem and Remedial Action Taken.*
Rupture in flow line. Bad section of line was cut out and replaced.

Describe Area Affected and Cleanup Action Taken.*
The fluids ran from the leak in the flow line through depressions in the sand-hills to a flat area north of Marbob's tank battery. Vacuum trucks were summoned to recover the free liquids, totaling approximately 120 bbls. The grossly affected soils are being scraped up and hauled to a nearby OCD approved land farm. One calls are being made before additional excavation / delineation can be performed.

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Signature: <i>Jackey Williams</i>	OIL CONSERVATION DIVISION	
Printed Name: Jackey Williams	Approved by District Supervisor: <i>T. Gunn by SB</i>	
Title: Area Foreman	Processed Approval Date: 2-6-08	Expiration Date:
E-mail Address:	Conditions of Approval: REMEDIAL ACTION Attached <input type="checkbox"/>	
Date: 1-30-08	Phone: 575-677-2327	

* Attach Additional Sheets If Necessary

NSEB080372.5915

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