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.

Form C-141 Revised October 10, 2003

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

#1186

	Sa	nta Fe	e, NM 87505	
N.T			10	

	OPERATOR X	Initial Report Final Re	
Name of Company DKD, L.L.C.	Contact Danny R. Watson		
Address Box 682 Tatum, NM 88267	Telephone No.(cell) 505-369-5024 (office) 505-398-3490		
Facility Name Vulture	Facility Type SWD		
Surface Owner State Mineral Own	State Lease No.1 (PC# 27312)		
LOCAT	ON OF RELEASE		
	th/South Line   Feet from the   East/We	est Line   County	
	orth 330 Wes	st Lea	
104' Latitude	Longitude		
	E OF RELEASE		
Type of Release salt water		Volume Recovered 118	
Source of Release Pressure gauge failure	Date and Hour of Date and Hour of Discovery 1/12/07		
	Occurrence1/12/07 3 AM 5:30AM		
Was Immediate Notice Given?	If YES, To Whom? Hobbs OCD Ga	ry Wink	
X Yes No Not			
Required			
By Whom? Danny R. Watson Was a Watercourse Reached?	Date and Hour 1/12/07 7:30 AM		
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse. None		
	None		
Pressure gauge failure, water released on ground but inside location. I	water outside location. Vacuum truck on to haul to land farm.	location within 2 hours & picked up	
Pressure gauge failure, water released on ground but inside location. I water. Took backhoe & dug out mud est. 4" to 8". Stacked up and rea Describe Area Affected and Cleanup Action Taken.*	/ to haul to land farm.		
Describe Cause of Problem and Remedial Action Taken.* Pressure gauge failure, water released on ground but inside location. I water. Took backhoe & dug out mud est. 4" to 8". Stacked up and rea Describe Area Affected and Cleanup Action Taken.* When weather breaks will haul off muddy soil. As of now freezing ra instructions.	v to haul to land farm. & snow is here 1/15/07. Will check with C	OCD Environmental people for further	
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