

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  
MAY 14 2008  
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

17213  
1 SEB0814337889  
1 SEB08143371002

Name of Company <b>PENROC OIL CORPORATION</b>		Operator <b>M. Y. (Merch) Merchant</b>	<input checked="" type="checkbox"/> Initial Report	<input checked="" type="checkbox"/> Final Report
Address <b>1515 CALLE SUR, HOBBS, NM 88241</b>		Contact <b>M. Y. (Merch) Merchant</b>		
Facility Name <b>State MAT No. 2</b>		Telephone No. <b>(575) 492-1236</b>		
		Facility Type <b>Pumping Well</b>		
Surface Owner <b>N/A</b>	Mineral Owner <b>State of NM</b>	Lease No. <b>E-7179</b>		

30-015-02627

LOCATION OF RELEASE								
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<b>M</b>	<b>6</b>	<b>18S</b>	<b>28E</b>	<b>949</b>	<b>SOUTH</b>	<b>990</b>	<b>WEST</b>	<b>EDDY</b>

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

NATURE OF RELEASE

Type of Release <b>oil</b>	Volume of Release <b>2 bbls. Max</b>	Volume Recovered <b>-0-</b>
Source of Release <b>Flow line leak</b>	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>7/24/07</b>	<b>7/25/07 7 AM.</b>
By Whom?	Date and Hour	
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.* <b>No</b>		
Describe Cause of Problem and Remedial Action Taken.* <b>Caliche corroded flowline. Replaced w/ new pipe.</b>		
Describe Area Affected and Cleanup Action Taken.* <b>Affected area was by the pumpjack and down by flowline. Well makes less than 1 bopd &amp; no gas w/ trace of water. Picked up oil stained dirt &amp; replaced w/ clean dirt. Stained dirt taken to Sundance (marked, attached).</b>		
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>[Signature]</i>		OIL CONSERVATION DIVISION
Printed Name: <b>M. Y. (Merch) Merchant</b>	Approved by District Supervisor: <i>[Signature]</i>	
Title: <b>President</b>	Approval Date: <b>5-22-08</b>	Expiration Date: <b>N/A</b>
E-mail Address: <b>mymarch@penrocoil.com</b>	Conditions of Approval: <b>N/A</b>	Attached <input type="checkbox"/> <b>N/A</b>
Date: <b>5/13/08</b>	Phone: <b>(575) 492-1236</b>	

\* Attach Additional Sheets If Necessary

PSEB0814337441  
RE10809426986

2RP-169

# Sundance Services, Inc.

P.O. Box 1737 ★ Eunice, New Mexico 88231

(575) 394-2511

Ticket # 81872

Lease Operator/Shipper/Company: Revere Oil

Lease Name: Don + PHAT #2

Transporter Company: Victory

Time 1:33 AM/PM

Date: 5-14-08

Vehicle No. 940

Driver No. 9

Charge To: Revere Oil

## TYPE OF MATERIAL

☐ Produced Water

☐ Drilling Fluids

☐ Completion Fluids

☐ Tank Bottoms

☒ Contaminated Soil

☐ C-117 No.:

☐ Other Materials

☐ BS&W Content:

Description: Oil

☐ JETOUT

☐ CALLOUT

## VOLUME OF MATERIAL

BBLS.

2

YARDS

AS A CONDITION TO SUNDANCE SERVICES, INC.'S ACCEPTANCE OF THE MATERIALS SHIPPED WITH THIS JOB TICKET, OPERATOR/SHIPPER REPRESENTS AND WARRANTS THAT THE WASTE MATERIAL SHIPPED HERewith IS MATERIAL EXEMPT FROM THE RESOURCE, CONSERVATION AND RECOVERY ACT OF 1976, AS AMENDED FROM TIME TO TIME, 40 U.S.C. 6901, ET SEQ., THE NM HEALTH AND SAF. CODE 361.001 ET SEQ., AND REGULATIONS RELATED THERETO, BY VIRTUE OF THE EXEMPTION AFFORDED DRILLING FLUIDS, PRODUCED WATERS, AND OTHER WASTE ASSOCIATED WITH THE EXPLORATION, DEVELOPMENT OR PRODUCTION OF CRUDE OIL OR NATURAL GAS OR GEOTHERMAL ENERGY.

ALSO AS A CONDITION TO SUNDANCE SERVICES, INC.'S ACCEPTANCE OF THE MATERIALS SHIPPED WITH THIS JOB TICKET, TRANSPORTER REPRESENTS AND WARRANTS THAT ONLY THE MATERIAL DELIVERED BY OPERATOR/SHIPPER TO TRANSPORTER IS NOW DELIVERED BY TRANSPORTER TO SUNDANCE SERVICES, INC.'S FACILITY FOR DISPOSAL.

*THIS WILL CERTIFY that the above Transporter loaded the material represented by this Transporter Statement at the above described location, and that it was tendered by the above described shipper. This will certify that no additional materials were added to this load, and that the material was delivered without incident.*

DRIVER: [Signature]

FACILITY REPRESENTATIVE: [Signature]