

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

DEC 15 2008 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form  
**OCD-ARTESIA**

**Release Notification and Corrective Action**

Name of Company <b>Fairway Resources LLC</b>		Contact <b>Mike Jones</b>	
Address <b>538 Silicon Dr, Suite 101, Southlake TX 76092</b>		Telephone No. <b>817-416-1946</b>	
Facility Name <b>Midnight Matador #2</b>		Facility Type <b>oil Well</b>	

Surface Owner <b>US-BLM</b>	Mineral Owner <b>US-BLM</b>	Lease No. <b>NMLC-050138</b>
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**LOCATION OF RELEASE**

Unit Letter <b>F</b>	Section <b>35</b>	Township <b>17S</b>	Range <b>27E</b>	Feet from the <b>1950</b>	North/South Line <b>NORTH</b>	Feet from the <b>2375</b>	East/West Line <b>WEST</b>	County <b>EDDY</b>
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Latitude **32° 47' 33.14"** Longitude **104° 14' 58.09"**

**NATURE OF RELEASE**

Type of Release <b>OIL &amp; PRODUCED WATER</b>	Volume of Release <b>15 BBLS</b>	Volume Recovered <b>0 BBLS</b>
Source of Release <b>FLOWLINE</b>	Date and Hour of Occurrence <b>1/14/08 time unknown</b>	Date and Hour of Discovery <b>1/15/08 1:30 PM MST</b>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>Gerry Guye</b>	
By Whom? <b>Kenneth Pearce</b>	Date and Hour <b>1/15/08 2 30 pm MST</b>	
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.\*

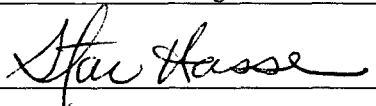
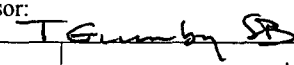
Describe Cause of Problem and Remedial Action Taken.\*

Flowline leak; shut in and repaired.

Describe Area Affected and Cleanup Action Taken.\*

Native pasture near well pad. Basin Environmental supervised excavation, removal of contaminated soil, and replacement with new top soil. All work is completed.

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: <b>Star Hasse</b>		Approved by District Supervisor: 	
Title: <b>Engineering Tech</b>		Approval Date: <b>12-22-08</b>	Expiration Date: <b>N/A</b>
E-mail Address: <b>shasse@fairwayresources.com</b>		Conditions of Approval: <b>N/A</b>	Attached <input type="checkbox"/> <b>N/A</b>
Date: <b>12/4/08</b> Phone: <b>817-416-1946 x223</b>			

\* Attach Additional Sheets If Necessary

2RP-120