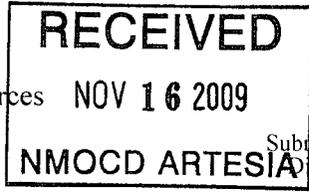


District I  
1625 N French Dr, Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St Francis Dr., Santa Fe, NM 87505

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	St. Mary Land & Exploration Co. <i>154903</i>	Contact	Donna Huddleston
Address	3300 N. A Street, Bldg. 7, Ste. 200 Midland, TX	Telephone No.	(432)688-1789
Facility Name	ESDU Injection Station	Facility Type	Injection Station

Surface Owner	BLM	Mineral Owner	BLM	Lease No.	
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*30-015-31350*

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	24	18S	31E					Eddy

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

**NATURE OF RELEASE**

Type of Release	Produced Water	Volume of Release	200 bbls	Volume Recovered	0
Source of Release	Injection line @ wellhead	Date and Hour of Occurrence	11/11/09	Date and Hour of Discovery	6:30 PM
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 & Darold Gray - NMOCD		
By Whom?	Bill Hearne	Date and Hour	11/11/09 8:25PM		
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.\*

Cause: Discovered steel (IPC) 2 3/8" 8rd x 2" 11 1/2 V thread change over had failed due to external corrosion.  
Action Taken: Shut down injection pumps and closed off tanks. Closed trunkline valve, feeding injection line lateral, to shut off leak. Broke out failed connection and replaced with stainless steel change over.

Describe Area Affected and Cleanup Action Taken.\*

Spill area: On location 90' x 120' = 10800 sq. ft. & off location (North) 160' x 200' = 32000 sq. ft.  
Cleanup Action: No fluid recovered due to sand limiting access to puddles. Contacted Environmental Consulting firm to assess and remediate area.

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>Donna Huddleston</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name:	Donna Huddleston	Approved by District Supervisor:	<i>[Signature]</i>
Title:	Production Tech	Approval Date:	Expiration Date: <i>1-18-2010</i>
E-mail Address:	dhuddleston@stmaryland.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date:	11/12/2009	Phone:	(432)688-1789
		<b>SEE ATTACHED STIPULATIONS</b>	
		<i>2RP 365</i>	

Remediation Actions to be completed and Final C-141 submitted with confirmation analyses/documentation on or before the Expiration Date

\* Attach Additional Sheets If Necessary

*NSEB0932230653  
ISEB0932230917  
SEB0932230984  
PSEB0932231425*



New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



November 18, 2009

St. Mary Land & Exploration Co  
3300 N A St. Bldg 7, Suite 200  
Midland, TX 79705

RE: East Shugart Delaware Unit 020 A-24-18S-31E  
30-015-31350 Eddy County, New Mexico  
2RP-208

Dear Operator:

This office is in receipt of your C-141 regarding the produced water release at this facility.

NMOCD Rule 19.15.29.11 states in part, "...The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a **remediation plan** submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

Information and tools for proper corrective action may be found in the Environmental Handbook on our web site at the following link:

[http://www.emnrd.state.nm.us/ocd/documents/7C\\_spill1.pdf](http://www.emnrd.state.nm.us/ocd/documents/7C_spill1.pdf)

The following actions are **required** to be addressed in the **remediation plan**:

- Determine the horizontal and vertical delineation of the spill by sampling.
- Prepare a sketch of the site indicating where and at what depths the samples were taken.
- Submit laboratory results of sampling as well as the proposed remediation with the plan.

Remediation requirements may be subject to other federal, state, and local laws or regulations.



November 18, 2009

Page 2

Within 30 days, **on or before December 18, 2009**, completion of a remediation work plan should be finalized and submitted to the Division summarizing all actions taken or to be taken to mitigate environmental damage related to the leak, spill or release for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely,



Sherry Bonham  
NMOCD District II, Artesia  
(505) 748-1283 ext 109  
E-mail: [sherry.bonham@state.nm.us](mailto:sherry.bonham@state.nm.us)