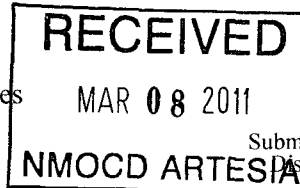


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NXMO 1106735785

Name of Company: Judah Oil, LLC <i>245872</i>		Contact: Blaise Campanella	X Initial Report <input type="checkbox"/> Final Report
Address: PO Box 568, Artesia, NM 88211-0568		Telephone No.: 575-748-5488	NMOCD 2RP No.: <i>634</i>
Facility Name: Ford State No. 1		Facility Type: Oil	API No.: 30-015-22512
Surface Owner: State		Mineral Owner:	State Lease No.: E4205

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	2	22S	28E	330	FNL	2310	FWL	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release: Hydrocarbon and produced water.	Volume of Release: 42 bbls. oil * and 42 bbls. produced water	Volume Recovered: None due to duration, rapid horizontal and vertical absorption.
Source of Release: Split in poly flowline caused by vehicle driving over it.	Date and Hour of Occurrence: Estimated 4 February 2011.	Date and Hour of Discovery: 18 February 2011 1000 Hrs.
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher	
By Whom? Blaise Campanella / Cheryl Winkler	Date and Hour: Approximately 1600 Hrs. 3 March 2010*	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	
If a Watercourse was Impacted, Describe Fully.* N/A		

Describe Cause of Problem and Remedial Action Taken.* Upon discovery, the polyline was immediately repaired and the discharge ceased. Subsequently, Judah Oil has taken immediate, proactive steps to remove the contaminated soils to an authorized disposal facility as soon as possible. Samples will be taken and following that, the NMOCD shall be notified of the soil chloride levels such that discernment may be employed in implementing the *Corrective Action Plan* as quickly as possible. Following excavation, confirmation samples will be taken to verify compliance with NMOCD standards.

Describe Area Affected and Cleanup Action Taken.*

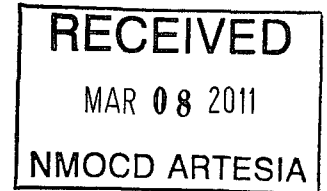
Please refer to the *Final Remediation Report* for details.

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. 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>Blaise Campanella</i>		OIL CONSERVATION DIVISION	
Printed Name: Blaise Campanella		Approved by District Supervisor: <i>Mike Bratcher</i>	
Title: Member/Manager		Approval Date: <i>3/8/2011</i>	Expiration Date:
E-mail Address: judahoil@yahoo.com		Conditions of Approval:	Attached <input type="checkbox"/>
Date: 3 March 2011 Phone: 575-748-5488		REMEDATION per OCD Rules and Guidelines. <u>SUBMIT REMEDIATION PROPOSAL BY: 4/8/2011</u>	

* Attach Additional Sheets If Necessary

Mr. James Blaise Campanella
Member/Manager
Judah Oil, LLC
PO Box 568
Artesia, NM 88211-0568



3 March 2011

Mr. Mike Bratcher
OIL CONSERVATION DIVISION
1301 West Grand Ave.
Artesia, NM 88210

Re: Ford State No. 1 Polyline Discharge *Corrective Action Plan*

U/L C Sec 2 22S 28E 330' FNL 2310' FWL

State Lease No.: E4205

API No.: 30-015-22512

NMOCD 2RP No.: 634

Dear Mr. Bratcher:

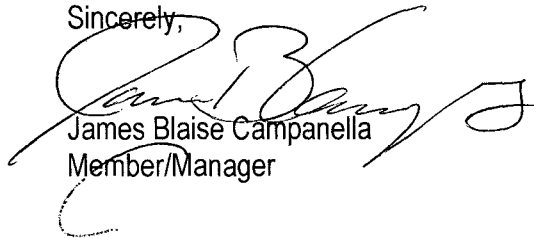
Judah Oil, LLC (Judah) herewith notifies the New Mexico Oil Conservation Division (NMOCD) that a hydrocarbon and produced water discharge occurred at the Ford State No. 1 which was discovered on 18 February 2011 by the pumper. The point of discharge occurred at a split that developed in the flowline running from the well to the remote tank battery when a geological survey crew drove across it.

Due to the fact that this point of discharge was approximately 640 feet from the Ford State No. 1 location and approximately 852 feet from the remote tank battery hidden in a dense grassy field exhibiting dull, straw-like winter killed vegetation supported within a noticeably undulating terrain, the discharge was not found immediately (photos enclosed). Production data indicates the discharge probably began on 4 February 2011 but remained unknown to the operator because the pumper apparently was not verifying or back checking his daily well production figures or he would have noticed something was wrong. When the monthly production figures reached Judah Oil's company office and the discrepancy was revealed, the pumper was severely reprimanded both for not notifying the office immediately and for repairing the flowline on 22 February 2011 and still not telling the office! However, the well was put back on line at this time.

Subsequently, Judah Oil has taken immediate proactive steps to remove the contaminated soils to an authorized disposal facility as soon as possible. Samples will be taken and following that, the NMOCD shall be notified of the soil chloride levels such that discernment may be employed in

implementing the *Corrective Action Plan* as quickly as possible. Following excavation, confirmation samples will be taken to verify compliance with NMOCD standards. Should you have questions, please call (575-748-5488).

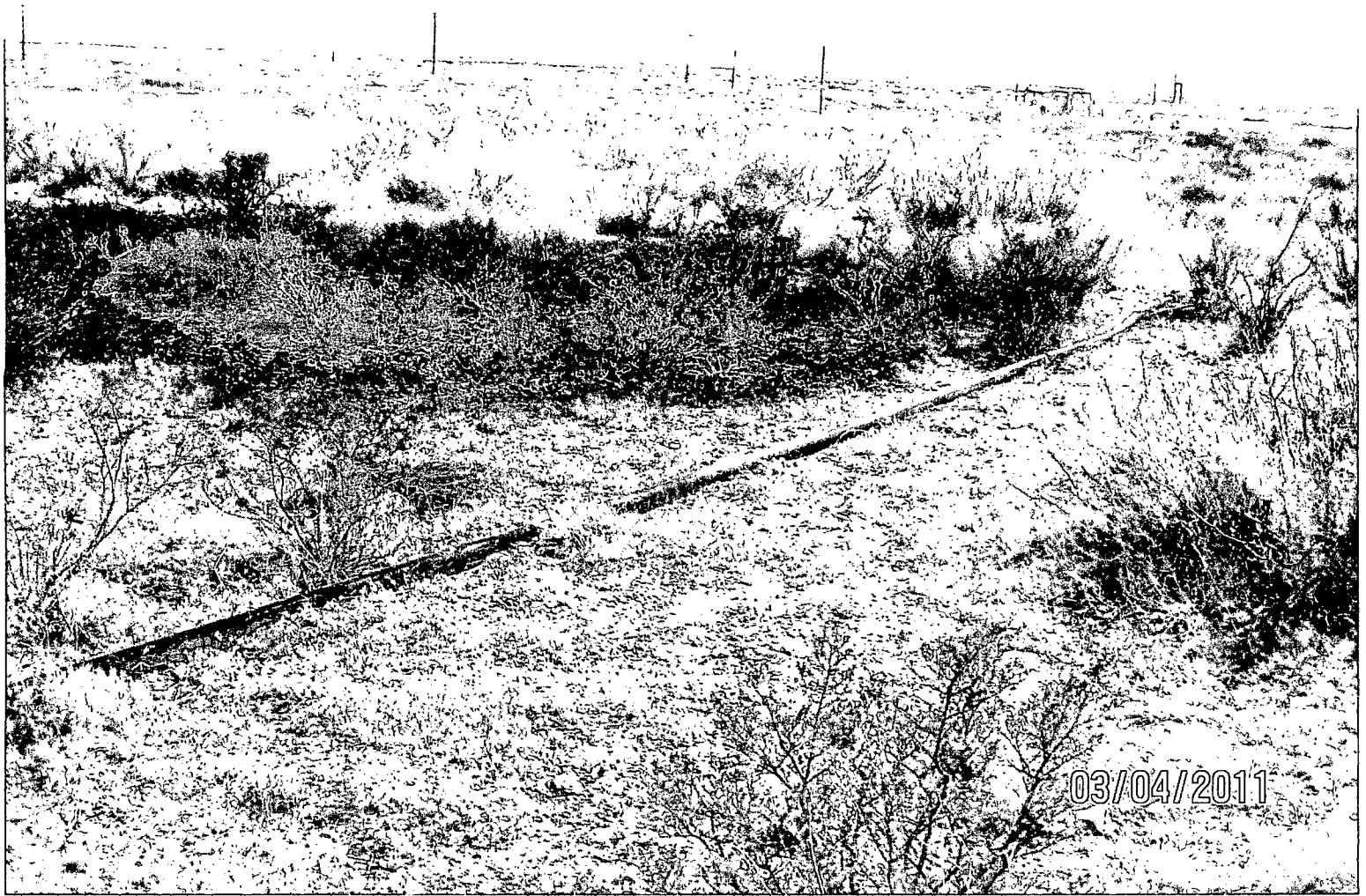
Sincerely,

A handwritten signature in black ink, appearing to read "James Blaise Campanella", is written over the typed name. The signature is fluid and cursive, with a large initial "J" and "C".

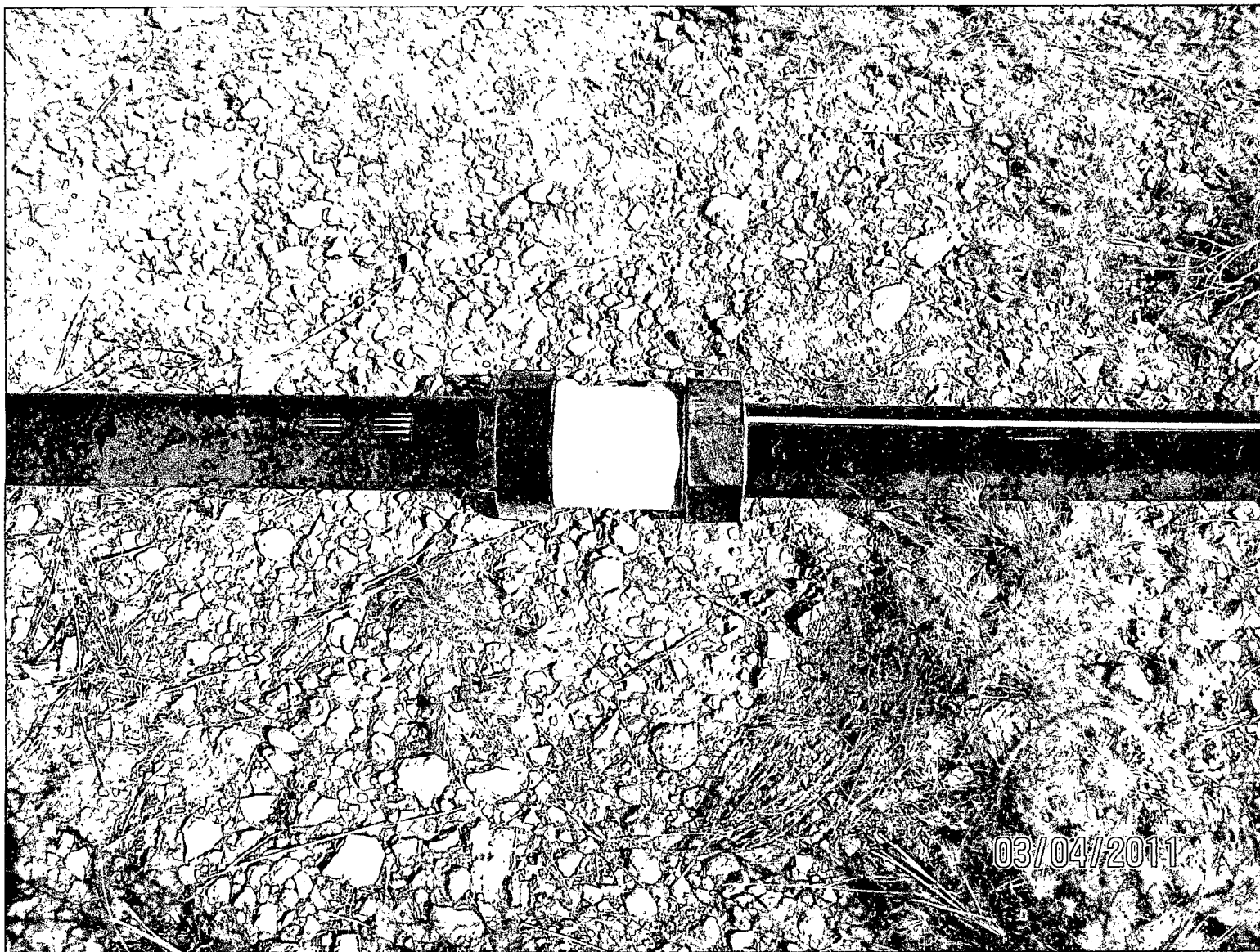
James Blaise Campanella
Member/Manager

Enclosures: Photos, Initial C-141





03/04/2011



03/04/2011