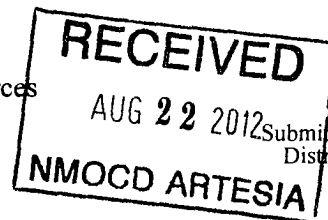


District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505

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

n JMW 1224942822

OPERATOR		<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company Mewbourne Oil Company <i>14744</i>		Contact Joe Bryand	
Address PO Box 5270, Hobbs, NM 88241		Telephone No. 575-393-5905	
Facility Name Layla 35 #2H		Facility Type	
Surface Owner Linville D Williams		Mineral Owner	Lease No. NA

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	35	23S	28E	185	North	2150	West	Eddy

Latitude N 32° Longitude W 104°

NATURE OF RELEASE

Type of Release Production fluid	Volume of Release 120 bbls	Volume Recovered 80 bbls
Source of Release Tank Battery	Date and Hour of Occurrence 08/11/12 @ 9:00 P.M.	Date and Hour of Discovery 08/11/12 @ 9:30 P.M.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? OCD voicemail	
By Whom? Robin Terrell	Date and Hour 08/12/12 8:00 A.M.	
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.*

NA

Describe Cause of Problem and Remedial Action Taken.*

Produced water tank was destroyed. Approx 80 bbls was released from tank & recovered within 3 hrs. Well flowed approx. 30 minutes misting fluid into air before shutting in (fluid volume unknown).

Describe Area Affected and Cleanup Action Taken.*

On location, all standing fluid was removed immediately. Visually contaminated soil & destroyed tank were taken to R360.

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>Joe Bryand</i>		OIL CONSERVATION DIVISION	
Printed Name: Joe Bryand		Approved by District Supervisor:	Signed By <i>Mike Benavides</i>
Title: Production Engineer	Approval Date: SEP 05 2012	Expiration Date:	
E-mail Address: jbryand@mewbourne.com	Conditions of Approval:	Attached <input type="checkbox"/>	
Date: 08/21/12	Phone: 575-393-5905		

Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:
October 5th, 2012**

2RP-1275