

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

30-015-05682

## Release Notification and Corrective Action

## OPERATOR

☒ Initial Report☒ Final Report

Name of Company <i>Merit Energy</i>	Contact <i>Mike Self</i>
Address <i>P.O. Box 69, 1000 Hobbs NM 88255</i>	Telephone No. <i>505-706-4758</i>
Facility Name <i>East Shugart Unit</i>	Facility Type <i>3" Poly Flow-line</i>
Surface Owner <i>BIM</i>	Mineral Owner <i>BIM</i>
Lease No. <i>ESU #14</i>	

## LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<i>G</i>	<i>34</i>	<i>18S</i>	<i>31E</i>	<i>2310</i>	<i>FWL</i>	<i>1650</i>	<i>FEL</i>	<i>Eddy</i>

Latitude

Longitude

## NATURE OF RELEASE

Type of Release <i>Produced Fluids H<sub>2</sub>O &amp; oil</i>	Volume of Release <i>10 bbl</i>	Volume Recovered <i>8 bbl</i>
Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>12-9-05 12-9-05</i> <i>M. Bratcher (OCD) P. Evans (BIM)</i>	
By Whom? <i>Mike Self</i>	Date and Hour <i>12-9-05 1:00 P.m.</i>	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	
<i>N/A</i>		

If a Watercourse was Impacted, Describe Fully.\*

*N/A*

Describe Cause of Problem and Remedial Action Taken.\*

*3" Poly Flow-line Froze & Burst. Well was shut in & line repaired. A vac. Truck to loc to pick up standing fluids*

Describe Area Affected and Cleanup Action Taken.\*

*The spill was 100% contained on pad site. A backhoe picked up all contaminated soil and hauled to C.R.I. for disposal*

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.

## OIL CONSERVATION DIVISION

TIM GUM

by MB *CG*

Signature: <i>Mike Self</i>	Approved by District Supervisor:	
Printed Name: <i>Mike Self</i>	Approval Date: <i>3/16/06</i>	Expiration Date:
Title: <i>Foreman</i>	Conditions of Approval:	
E-mail Address: <i>M.self @ Merit Energy</i>	Attached <input type="checkbox"/>	
Date: <i>12-10-05</i> Phone: <i>505-706-4758</i>		

\* Attach Additional Sheets if Necessary

30-015-05682