

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

JUN 23 2008
OCD-ARTESIA

Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

17213

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☒ Final Report

Name of Company	Penroc Oil Corporation	Contact	M. Y. (Merch) Merchant
Address	P.O. Box 2769, Hobbs NM 88241	Telephone No.	(575) 492-1236
Facility Name	McMillan Federal Com #1	Facility Type	Tank Battery / Pump Jack
Surface Owner	N/A	Mineral Owner	Federal
		Lease No.	NM 27642

30-015-22384

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	14	20S	27E	2080	South	1980	East	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Produced water + some oil	Volume of Release	UNKNOWN	Volume Recovered	-
Source of Release	water tank, Exhaust from engine, stuffy	Date and Hour of Occurrence		Date and Hour of Discovery	NOT KNOWN
Was Immediate Notice Given?	Don't know - was there when acquired from Marathon	If YES, To Whom?			
By Whom?		Date and Hour	N/A		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	NO		

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* Apparently water tank had leaked w/ some oil on top many years ago. Cellar was covered - oily spot around the well head. Exhaust from gas motor leaving oily spot behind pumping jack.

Describe Area Affected and Cleanup Action Taken.*

Grandes Services from Lovington removed affected dirt from all areas and hauled to Controlled Recovery Inc (CRT) on 6/17/08. Brought clean dirt & gravel.

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

Signature: <i>[Signature]</i>	Approved by District Supervisor: <i>[Signature]</i>		
Printed Name: M. Y. (Merch) Merchant	Approval Date: 6-24-08	Expiration Date: N/A	
Title: President	Conditions of Approval: N/A		
E-mail Address: mymerch@penrocoil.com	Attached <input type="checkbox"/> N/A		
Date: 6/20/08 Phone: (575) 492-1236			

* Attach Additional Sheets If Necessary

RE10815131356