



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

September 13, 2004

Pure Resources
500 W Illinois
Midland TX 79708

Reference: Pardue Farms 27-8 H-27-23s-28e API: 30-015-26122

Operator,

The New Mexico Oil Conservation Division, District 2 office, is in receipt of initial Form C-141 submitted by your company regarding a release of 3 bbls oil and 300 bbls produced water on 8/13/2004 at the above referenced location. Please submit a Corrective Action work plan for remediation of this release using the "Guidelines For Remediation of Leaks, Spills, and Releases" as your guide.

A copy of these Guidelines can be found on the OCD website: www.emnrd.state.nm.us/oed. The document is located on the web page under Publications/Environmental Handbook/Miscellaneous Guidelines/Spill Prevention Clean-up.

The work plan submitted to OCD must include general site characteristics (Depth to Ground Water, Wellhead Protection Area, and Distance to nearest Surface Water Body), soil remediation action levels, soil remediation methods and planned analytical, which will require testing for TPH, B-Tex and chlorides.

A Final C-141 form is required for closure of remediation project and must include a report of remediation actions taken with final analytical results attached.

Please have the requested work plan in the Artesia District Office on or before October 13, 2004.

Please notify Artesia OCD Office 24 hours prior to any remediation actions or sampling events.

In the event a satisfactory response is not received to this letter, further enforcement actions may be taken.

If I can be of assistance in this matter please contact me at 505-748-1283 Ext 108

Cell: 505-626-0857

Or Email at mbratcher@state.nm.us

Thank you,

A handwritten signature in black ink, appearing to read "Mike Bratcher".

Mike Bratcher

Compliance Officer NMOCD

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 March 17, 1999

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

30-015-26122

Release Notification and Corrective Action

nMLB 042574/003

OPERATOR		<input type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company Pure Resources	Contact <input type="checkbox"/> Mike Northcutt		
Address 500 w Illinois Midland TX	Telephone No. <input type="checkbox"/> 505-396-7503 Cell NO. 505-390-1090		
Facility Name PARDUE FARMS 27-8	Facility Type <input type="checkbox"/> SWD SYSTEM		
Surface UNKOWN (P)	Mineral Owner PRIVATE	Lease No. <input type="checkbox"/>	

LOCATION OF RELEASE

Unit Letter H	Section 27	Township 23S	Range 28E	Feet from the 2069	North/South Line NORTH	Feet from the 623	East/West Line EAST	County <input type="checkbox"/> EDDY
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NATURE OF RELEASE

Type of Release Oil and Produced Water	Volume of Release 3 OIL 300 WTR BBls.	Volume Recovered <input type="checkbox"/> 3 OIL 250 BBls. WTR
Produced Water SKIM OIL	Date and Hour of Occurrence 8/13/04 10:55 P.M. MST	Date and Hour of Discovery <input type="checkbox"/> 8/12/04 11:05 P.M.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? NMOCD VAN BARTON ARTESIA NM	
By Whom? <input type="checkbox"/> FIELD FOREMAN	Date and Hour <input type="checkbox"/> 8/13/04 7:30 A.M. MST	
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.*

LIGHTING STORM CAUGHT TANKS AND CAUSED LEAK INTO FIRE WALL SHUT IN WELLS AND ISOLATED. FIRE DEPT. FOAMED OUT FIRE.

Describe Area Affected and Cleanup Action Taken. FLUID CONTAINED INSIDE FIRE WALL EXCEPT WHAT BLEW OUT SIDE WHEN TANKS EXPLODED.

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: Mike Northcutt	Approved by <input type="checkbox"/> District Supervisor:
Printed Name: Mike Northcutt	
Title: Production Foreman	Approval Date: Expiration Date:
Date: 6/30/04 Cell # 505-390-1090 Office Phone: # 505-396-7503	Conditions of Approval: Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

Work plan Request 9/13/04

Imaged