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

State of New Mexico **Energy Minerals and Natural Resources**

Oil Conservation Division

Revised October 10, 2003 Submit 2 Copies to appropriate District Office in accordance

Form C-141

1220 South St. Francis Dr. with Rule 116 on back side of form 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 30-015-37003 **Release Notification and Corrective Action** nMLB1122439938 15363 OPERATOR X Initial Report **Final Report** Name of Company MURCHISON OIL AND GAS, INC. Contact Tommy W. Folsom (575) 628 - 3932 Office (575) 706-0667 Mobil Address P.O.Box 627 - 110 W. Shaw, Carlsbad, NM 88221 Telephone No. Facility Name Frosty Federal Com #1H Production Battery Facility Type Mineral Owner Murchison Oil and Gas Lease No. NM 120349 Surface Owner Boggle Farms FED SURPACE LOCATION OF RELEASE Unit Letter North/South Line Feet from the East/West Line Section Feet from the County Township Range 26 **16S** 27E 2285' 330' North East Eddy Latitude 32.89440 N Lat Longitude 104.24206 W. Lon NATURE OF RELEASE Volume of Release 132 Type of Release Oil tanks ran over Volume Recovered Source of Release Tank Battery overflow Date and Hour of Occurrence Date and Hour of Discovery 7/9/11 NOTREC'N byMB Was Immediate Notice Given? If YES, To Whom? X Yes No Not Required OCD Randy Dade 7/11/11 0830 **BLM** Jim Amos 7/11/11 0800 By Whom? Tommy W. Folsom Date and Hour 7/11/11 0800 Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes X No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* JUL 18 2011 See attachment NMOGD ARTESIA Describe Area Affected and Cleanup Action Taken.* See attachment

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: 1 (4) fol	OIL CONSERVATION DIVISION	
Printed Name: Tommy W. Folsom	Approved by District Supervisor.	
Title: Operations Manager	Approval Date: AUG 1 2 2011 Expiration Date:	
E-mail Address: tommyfolsom@valornet.com Date: 7-11-11 Phone: (575) 628 - 3932	Conditions of Approval: Remediation per OCD Rules & Attached 1 Guidelines, SUBMIT REMEDIATION	

* Attach Additional Sheets If Necessary

Samples required to be obtained from all impacked overs - Motify OCS 48 Hrs prior to optaining samples