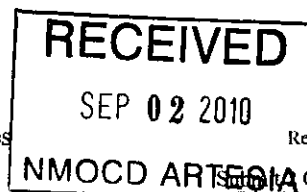


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

30-015-02648

Release Notification and Corrective Action

Release # 2 of 3

MLB 1028134674

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Doral Energy Corp.	Contact	Al Perry or Joanne Keating
Address	415 W. Wall St, Suite 500, Midland, TX 79701	Telephone No.	(432) 897-0673
Facility Name	West Artesia Grayburg Unit	Facility Type	Water injection
Surface Owner	Mineral Owner	Lease No.	OG-1644

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	8	18S	28E	990	North	2310	West	Eddy

Latitude 32 d 45 m 49.16 s Longitude -104 d 11 m 55.01 s

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	Unknown	Volume Recovered	Unknown
Source of Release	Injection line	Date and Hour of Occurrence		Date and Hour of Discovery	09/01/2010 @ 4:00 PM MST
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher - NMOCD Artesia Field Office		
By Whom?	Al Perry	Date and Hour	09/01/2010 @ 4:00 PM 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.*

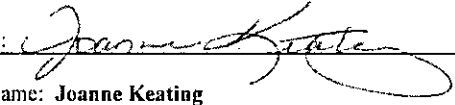
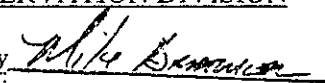
The West Artesia Grayburg Unit #1, an injection well, experienced a leak in the pasture approximately 50 yards South of the well. The leak was repaired and a vacuum truck picked up as much water as it could.

Describe Area Affected and Cleanup Action Taken.*

The West Artesia Grayburg Unit #1, an injection well, experienced a leak in the pasture approximately 50 yards South of the well. The leak was repaired and a vacuum truck picked up as much water as it could. A formal remediation plan will be prepared and submitted to the NMOCD - Artesia Field Office.

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: 	Signed By: 	
Printed Name: Joanne Keating	Approved by District Supervisor:	
Title: Regulatory Affairs Coordinator	Approval Date: 10/8/10	Expiration Date: N/A
E-mail Address: jkeating@alamoresources.com	Conditions of Approval: Remediation per NMOCD Rules & Guidelines	Attached <input type="checkbox"/>
Date: 09/02/2010	Phone: (432)897-0673	

* Attach Additional Sheets If Necessary

Remediation Proposal
Due 11/8/10

2RP-444
Release # 2 of 3