

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

JUL 20 2018

Form C-141
Revised April 3, 2017

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

DISTRICT IV ARTESIA O.O.D. appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB1820743403 **OPERATOR** ☒ Initial Report ☒ Final Report

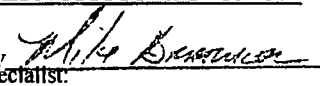
| | |
|--|---|
| Name of Company: XTO Energy | Contact: Kyle Littrell |
| Address: 522 W. Mermod, Suite 704 Carlsbad, N.M. 88220 | Telephone No: 432-221-7331 |
| Facility Name: Poker Lake Unit 428 Battery | Facility Type: Exploration and Production |
| Surface Owner: Federal | Mineral Owner: Federal |
| API No: 30-015-41246 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| C | 34 | 24S | 30E | 850 | North | 2225 | West | Eddy |

Latitude 32.179630 Longitude -103.871155 NAD83

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release Produced water | Volume of Release 147bbl | Volume Recovered 147bbl |
| Source of Release Transfer pump | Date and Hour of Occurrence 7/7/2018, AM | Date and Hour of Discovery 7/7/2018, 12:45 PM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bratcher and Crystal Weaver (NMOCD), Jim Amos and Shelly Tucker (BLM) | |
| By Whom? Kyle Littrell | Date and Hour: 7/9/2018, 7:47 AM | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. N/A | |
| If a Watercourse was Impacted, Describe Fully.* N/A | | |
| Describe Cause of Problem and Remedial Action Taken.* A nipple on a water transfer pump broke, likely due to vibration and corrosion, releasing produced water into impervious lined containment. Pump was shut in and repairs were made. | | |
| Describe Area Affected and Cleanup Action Taken.* All fluid was captured within the impervious lined containment, with no impact to the soil. Vacuum trucks were dispatched and recovered all fluids. A XTO SH&E coordinator who is competent in the operation, maintenance, and inspection of all on-site equipment and facilities visually inspected the containment and verified that there was no visual evidence of a liner breach. Containment was pressure washed and facility returned to production. | | |
| 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:  | OIL CONSERVATION DIVISION | |
| Printed Name: Kyle Littrell | Signed By:  Approved by Environmental Specialist: | |
| Title: Environmental Coordinator | Approval Date: 7/20/18 | Expiration Date: N/A |
| E-mail Address: Kyle.Littrell@xtoenergy.com | Conditions of Approval: FINAL | Attached:  |
| Date: 7/20/2018 | Phone: 432-221-7331 | |

* Attach Additional Sheets If Necessary