

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 August 8, 2011

Submit 1 Copy to appropriate District Office to
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

| | |
|-------------------------------------------------------------|-------------------------------------|
| Name of Company ConocoPhillips Company | Contact Crystal Tafoya |
| Address 3401 East 30th St, Farmington, NM | Telephone No. (505) 326-9837 |
| Facility Name: Reid 1E | Facility Type: Gas Well |

| | | |
|------------------------------|------------------------------------------|-----------------------------|
| Surface Owner Federal | Mineral Owner Federal (SF-075587) | API No. 30-045-24006 |
|------------------------------|------------------------------------------|-----------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------------------|----------------------|------------------------|---------------------|------------------------------|----------------------------------|------------------------------|-------------------------------|---------------------------|
| Unit Letter J | Section 13 | Township 29N | Range 12W | Feet from the 1650 | North/South Line South | Feet from the 1850 | East/West Line East | County San Juan |
|-------------------------|----------------------|------------------------|---------------------|------------------------------|----------------------------------|------------------------------|-------------------------------|---------------------------|

Latitude **36.723314** Longitude **108.04753**

NATURE OF RELEASE

| | | |
|------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|----------------------------------------------------------|
| Type of Release Produced Water | Volume of Release 12.5 bbls | Volume Recovered |
| Source of Release Production Pit | Date and Hour of Occurrence Unknown | Date and Hour of Discovery 2/11/2013 at 2:00pm |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |


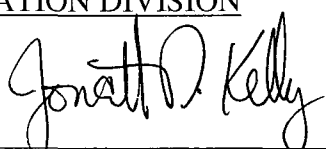
RCVD APR 18 '13

| | |
|---------------------------------------------------------------|-----------------------------------------|
| If a Watercourse was Impacted, Describe Fully.* N/A | OIL CONS. DIV. DIST. 3 |
|---------------------------------------------------------------|-----------------------------------------|

Describe Cause of Problem and Remedial Action Taken.*
Discovered a hole in the side of the production pit that allowed 12.5 bbls of Produced Water to be released. No fluid was recovered. The well is currently shut-in waiting on repair.

Describe Area Affected and Cleanup Action Taken.*
NMOCD action levels for releases are specified in NMOCD's Guidelines for Leaks, Spills and Releases and the release was assigned a ranking score of 20. Samples were collected and analytical results were above applicable NMOCD action levels. Excavation occurred and was 30' x 20' x 10' and 264 cubic yards of soil was transported to a third party landfarm. Confirmation sampling occurred. Analytical results for TPH was below the regulatory standards set forth in the NMOCD Guidelines for Remediation of Leaks, Spills and Release; therefore no further action is required. The final report is attached for review.

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: Crystal Tafoya | | Approved by Environmental Specialist:  | |
| Title: Field Environmental Specialist | | Approval Date: 5/21/2013 | Expiration Date: |
| E-mail Address: crystal.tafoya@conocophillips.com | | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 4/16/2013 Phone: (505) 326-9837 | | | |

* Attach Additional Sheets If Necessary

n5K1314142296



April 1, 2013

Project Number 96052-2318

Ms. Crystal Tafoya
ConocoPhillips
3401 East 30th Street
Farmington, New Mexico 87401

Phone: (505) 326-9837

RE: CONFIRMATION SAMPLING DOCUMENTATION FOR THE REID #1E WELL SITE, SAN JUAN COUNTY, NEW MEXICO

Dear Ms. Tafoya:


Enclosed please find the field notes and analytical results for confirmation sampling activities performed at the Reid #1E well site located in Section 13, Township 29 North, Range 12 West, San Juan County, New Mexico. On February 11, 2013, 12.5 barrels of produced water were released due to a hole in a below ground storage tank (BGT). Upon Envirotech personnel's arrival on March 26, 2013, a brief site assessment was conducted and the cleanup standards for the site were determined to be 100 parts per million (ppm) total petroleum hydrocarbons (TPH) and 100 ppm organic vapors due to a horizontal distance to surface water between 200 feet and 1000 feet, a depth to groundwater between 50 feet and 100 feet, and the well site not being located within a well head protection area, pursuant to New Mexico Oil Conservation Division (NMOCD) Guidelines for Remediation of Leaks, Spills, and Releases.

Prior to Envirotech personnel's arrival, the area of the release had been excavated by MMT, Inc. The extents of the excavation were approximately 30 feet by 20 feet by 10 feet deep. Three (3) five (5)-point composite samples were collected from the excavation; one (1) composite sample from the south and east walls, one (1) composite sample from the north and west walls and one (1) composite sample from the bottom of the excavation at 10 feet below ground surface (BGS). The samples were analyzed in the field for TPH using USEPA Method 418.1 and for organic vapors using a photoionization detector (PID). The sample collected from the south and east walls of the excavation returned results below the regulatory standards for all constituents analyzed; see enclosed *Field Notes* and *Analytical Results*. The sample collected from the north and west walls and the sample collected from the bottom of the excavation at 10 feet BGS returned results above the regulatory standards for TPH, but below the regulatory standard for organic vapors; see enclosed *Field Notes* and *Analytical Results*. Therefore, Envirotech, Inc. recommended further excavation of the north and west walls, as well as the bottom of the excavation. MMT, Inc. excavated an additional six (6) inches from the north and west walls, as well as an additional one (1) foot from the bottom of the excavation. One (1) composite sample was collected from the north and west walls and one (1) composite sample was collected from the bottom of the excavation at 11 feet BGS. The samples were analyzed in the field for TPH using USEPA Method 418.1 and for organic vapors using a PID. The sample collected from the north and west walls and the sample collected from the bottom of the excavation at 11 feet BGS returned results below the regulatory standards for all constituents analyzed; see enclosed *Field*

Notes and Analytical Results. Based on the above mentioned analytical results, Envirotech, Inc. recommends no further action in regards to this incident.

We appreciate the opportunity to be of service. Should you have any questions or require additional information, please contact our office at (505) 632-0615.

Respectfully Submitted,
ENVIROTECH, INC.


Felipe Aragon, CES
Senior Environmental Field Technician
faragon@envirotech-inc.com

Enclosure(s): Field Notes
Analytical Results

Cc: Client File Number 96052

3004527006

| | | |
|----------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|
| Client: <i>Conco/11.ps</i> |  envirotech (903) 632-0819 (800) 382-1079 8799 U.S. Hwy 64, Farmington, NJ 07401 | Project No: <i>9652-2318</i> COC No: |
|----------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|

FIELD REPORT: SPILL CLOSURE VERIFICATION

PAGE NO: *1* OF *1*

LOCATION: NAME: *Red #* WELL #: *1E*
 QUAD/UNIT: *10 SEC: 18* TWP: *29N* RNG: *12WPM* CNTY: *55* STN: *m*
 QTR/FOOTAGE: CONTRACTOR: *Montana*

DATE STARTED: *3-26-13*DATE FINISHED: *3-26-13*

ENVIRONMENTAL

SPECIALIST: *F. Froyen*EXCAVATION APPROX: *30.5* FT. X *20.5* FT. X *11* FT. DEEP CUBIC YARDAGE:DISPOSAL FACILITY: *FEI* REMEDIATION METHOD: *landfill*LAND USE: *Range* LEASE: *5F-075587* LAND OWNER: *Fied*CAUSE OF RELEASE: *Leaking Tank* MATERIAL RELEASED: *Pi duced water*

SPILL LOCATED APPROXIMATELY: FT. FROM

DEPTH TO GROUNDWATER: *60'* NEAREST WATER SOURCE: *1262'* NEAREST SURFACE WATER: *210'*NMOCD RANKING SCORE: NMOCD TPH CLOSURE STD: *100* PPM

SOIL AND EXCAVATION DESCRIPTION:

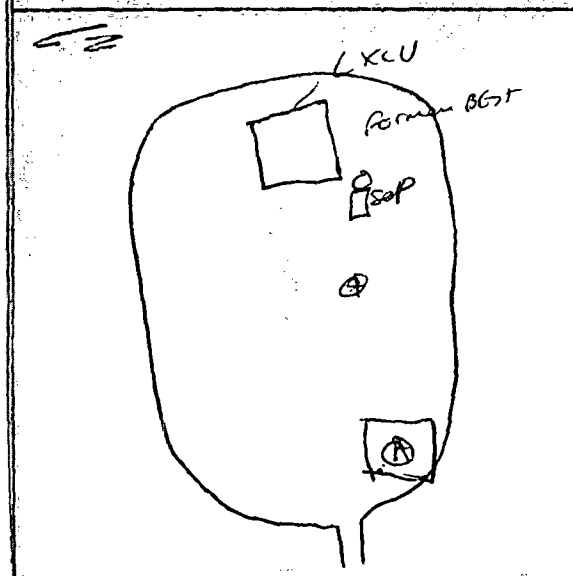
*Analyzed samples 1-3 reigned closer to crystal
 the request for the excavation to bottom. Approx 1' more was moved from the bottom
 and approx 6" was removed from the north & west wall and re sampled
 all sample locations. Field reigned results to crystal @ 14:18*

| SAMPLE DESCRIPTION | TIME | SAMPLE ID | LAB NO. | WEIGHT (g) | mL FREON | DILUTION | READING | CALC. ppm |
|----------------------|-------|-----------|---------|------------|----------|----------|---------|-----------|
| SOD STD | 13:00 | SOD STD | - | - | - | - | 494 | - |
| 1000 STD | 12:00 | 1000 STD | - | 5 | 20 | 4 | 786 | - |
| South 3 East Walls | 13:13 | 1 | - | 5 | 20 | 4 | 15 | 65 |
| North 3 West Walls | 13:17 | 2 | - | 5 | 20 | 4 | 28 | 122 |
| Bottom 10' BWS | 13:20 | 3 | - | 5 | 20 | 4 | 455 | 1820 |
| Bottom 11' BWS | 13:56 | 4 | - | 5 | 20 | 4 | 21 | 84 |
| N3W wall extended 6" | 14:14 | 5 | - | 5 | 20 | 4 | 6 | 24 |

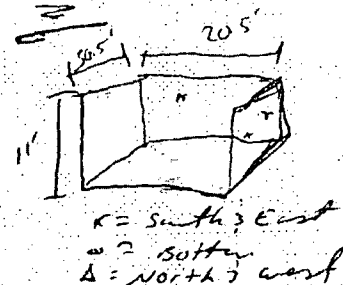
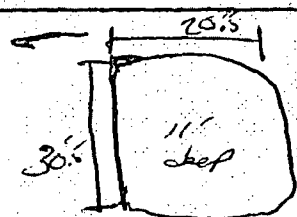
SPILL PERIMETER

OVM
RESULTS

SPILL PROFILE



| SAMPLE ID | FIELD HEADSPACE PID (ppm) | |
|-------------|---------------------------|------|
| 1 | 11.5 | |
| 2 | 1.8 | |
| 3 | 15.8 | |
| 4 | 2.5 | |
| 5 | ND | |
| | | |
| | | |
| LAB SAMPLES | | |
| SAMPLE ID | ANALYSIS | TIME |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |



TRAVEL NOT S: _____ CA LED OU

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**EPA METHOD 418.1
TOTAL PETROLEUM
HYDROCARBONS**

| | | | |
|----------------|--------------------|------------------|------------|
| Client: | ConocoPhillips | Project #: | 96052-2318 |
| Sample No.: | 1 | Date Reported: | 3/27/2013 |
| Sample ID: | South & East Walls | Date Sampled: | 3/26/2013 |
| Sample Matrix: | Soil | Date Analyzed: | 3/26/2013 |
| Preservative: | Cool | Analysis Needed: | TPH-418.1 |
| Condition: | Cool and Intact | | |

| Parameter | Concentration (mg/kg) | Det. Limit (mg/kg) |
|-----------|--------------------------|--------------------------|
|-----------|--------------------------|--------------------------|

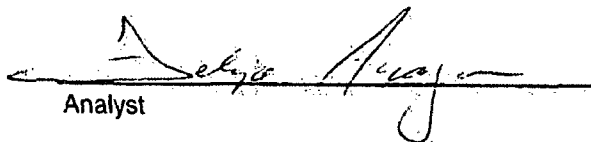
| | | |
|-------------------------------------|-----------|------------|
| Total Petroleum Hydrocarbons | 60 | 5.0 |
|-------------------------------------|-----------|------------|

ND = Parameter not detected at the stated detection limit.

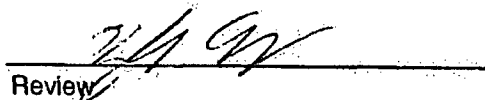
References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: **Reid #1E**

Instrument calibrated to 500 ppm standard and zeroed before each sample.


Analyst

Felipe Aragon, CES
Printed


Review

Kyle Cossum, EIT
Printed



**EPA METHOD 418.1
TOTAL PETROLEUM
HYDROCARBONS**

| | | | |
|----------------|--------------------|------------------|------------|
| Client: | ConocoPhillips | Project #: | 96052-2318 |
| Sample No.: | 2 | Date Reported: | 3/27/2013 |
| Sample ID: | North & West Walls | Date Sampled: | 3/26/2013 |
| Sample Matrix: | Soil | Date Analyzed: | 3/26/2013 |
| Preservative: | Cool | Analysis Needed: | TPH-418.1 |
| Condition: | Cool and Intact | | |

| Parameter | Concentration (mg/kg) | Det. Limit (mg/kg) |
|-----------|--------------------------|--------------------------|
|-----------|--------------------------|--------------------------|

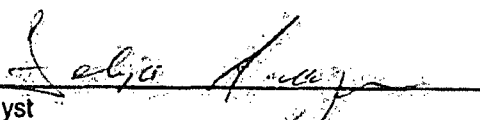
| | | |
|------------------------------|-----|-----|
| Total Petroleum Hydrocarbons | 112 | 5.0 |
|------------------------------|-----|-----|

ND = Parameter not detected at the stated detection limit.


References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: **Reid #1E**

Instrument calibrated to 500 ppm standard and zeroed before each sample.


Analyst

Felipe Aragon, CES
Printed


Review

Kyle Cossum, EIT
Printed



**EPA METHOD 418.1
TOTAL PETROLEUM
HYDROCARBONS**

| | | | |
|----------------|------------------|------------------|------------|
| Client: | ConocoPhillips | Project #: | 96052-2318 |
| Sample No.: | 3 | Date Reported: | 3/27/2013 |
| Sample ID: | Bottom @ 10' BGS | Date Sampled: | 3/26/2013 |
| Sample Matrix: | Soil | Date Analyzed: | 3/26/2013 |
| Preservative: | Cool | Analysis Needed: | TPH-418.1 |
| Condition: | Cool and Intact | | |

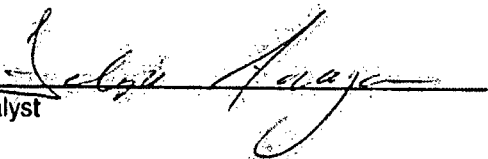
| Parameter | Concentration (mg/kg) | Det. Limit (mg/kg) |
|------------------------------|--------------------------|--------------------------|
| Total Petroleum Hydrocarbons | 1,820 | 5.0 |

ND = Parameter not detected at the stated detection limit.

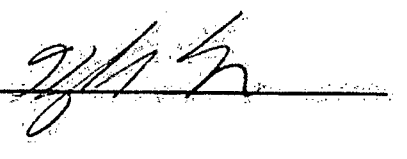
References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: **Reid #1E**

Instrument calibrated to 500 ppm standard and zeroed before each sample.


Analyst

Felipe Aragon, CES
Printed


Review

Kyle Cossum, EIT
Printed



**EPA METHOD 418.1
TOTAL PETROLEUM
HYDROCARBONS**

Client: ConocoPhillips
Sample No.: 4
Sample ID: Bottom @ 11' BGS
Sample Matrix: Soil
Preservative: Cool
Condition: Cool and Intact

Project #: 96052-2318
Date Reported: 3/27/2013
Date Sampled: 3/26/2013
Date Analyzed: 3/26/2013
Analysis Needed: TPH-418.1

| Parameter | Concentration (mg/kg) | Det. Limit (mg/kg) |
|-----------|--------------------------|--------------------------|
|-----------|--------------------------|--------------------------|

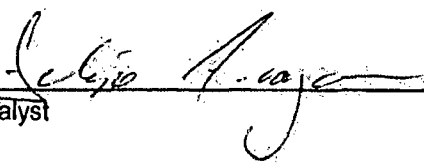
| | | |
|------------------------------|----|-----|
| Total Petroleum Hydrocarbons | 84 | 5.0 |
|------------------------------|----|-----|

ND = Parameter not detected at the stated detection limit.

References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: **Reid #1E**

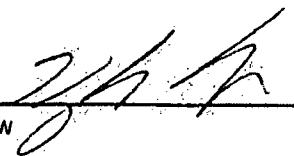
Instrument calibrated to 500 ppm standard and zeroed before each sample.



Analyst

Felipe Aragon, CES

Printed



Review

Kyle Cossum, EIT

Printed



**EPA METHOD 418.1
TOTAL PETROLEUM
HYDROCARBONS**

| | | | |
|----------------|---------------------------|------------------|------------|
| Client: | ConocoPhillips | Project #: | 96052-2318 |
| Sample No.: | 5 | Date Reported: | 3/27/2013 |
| Sample ID: | North & West Walls ext 6" | Date Sampled: | 3/26/2013 |
| Sample Matrix: | Soil | Date Analyzed: | 3/26/2013 |
| Preservative: | Cool | Analysis Needed: | TPH-418.1 |
| Condition: | Cool and Intact | | |

| Parameter | Concentration (mg/kg) | Det. Limit (mg/kg) |
|-----------|--------------------------|--------------------------|
|-----------|--------------------------|--------------------------|

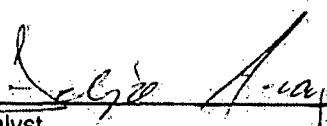
| | | |
|------------------------------|----|-----|
| Total Petroleum Hydrocarbons | 24 | 5.0 |
|------------------------------|----|-----|

ND = Parameter not detected at the stated detection limit.

References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: **Reid #1E**

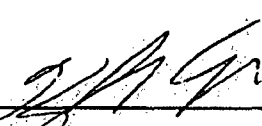
Instrument calibrated to 500 ppm standard and zeroed before each sample.



Analyst

Felipe Aragon, CES

Printed



Review

Kyle Cossum, EIT

Printed

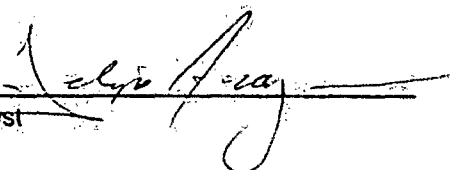


CONTINUOUS CALIBRATION
EPA METHOD 418.1
TOTAL PETROLEUM
HYDROCARBONS

Cal. Date: 26-Mar-13

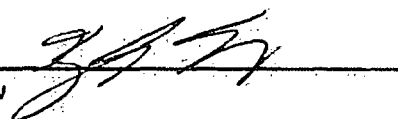
| Parameter | Standard Concentration mg/L | Concentration Reading mg/L |
|-----------|-----------------------------------|----------------------------------|
| TPH | 100 | |
| | 200 | |
| | 500 | 494 |
| | 1000 | |

The accepted percent relative deviation (%RSD) of the calibration factor is less than 20% over the working range.


Analyst

Felipe Aragon, CES

Print Name


Review

Kyle Cossum, EIT

Print Name

3/27/2013
Date

3/27/2013
Date