

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

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 in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company: XTO Energy, Inc.	Contact: Kurt Hoekstra	
Address: 382 Road 3100, Aztec, New Mexico 87410	Telephone No.: (505) 333-3100	
Facility Name: Ohio C Govt # 2E	Facility Type: Gas Well (Basin Dakota)	
Surface Owner: Federal	Mineral Owner	API No.: 30-045-24395

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	26	28N	11W	1025	FNL	1050	FEL	San Juan

Latitude 36.63759 Longitude -107.96726

NATURE OF RELEASE


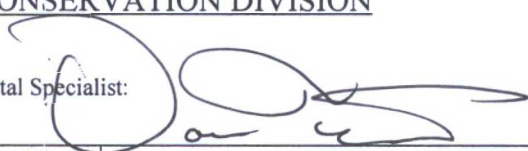
Type of Release: Produced Water	Volume of Release: 25 BBL's	Volume Recovered: None
Source of Release: Pit Tank	Date and Hour of Occurrence: Time: Unknown	Date and Hour of Discovery: 6-20-2017, 1:00pm.
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom? N/A	Date and Hour:	
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.* On 6-20-2017 an XTO lease operator noticed the pit tank gauge from the previous week had dropped. Approximately 25 BBLs of produced water was released into the pit cellar. No Produced Water was recovered. EH&S was notified on 6-20-2017 at approximately 1:00pm. An XTO construction crew washed the pit tank and found that the pit tank had an integrity failure and leaked produced water into the pit tank cellar. EHS sent the 24 hour required notification to the OCD on Wednesday 6-21-2017 at approximately 8:25am. The site was then ranked according to the NMOCD Guidelines for the Remediation of Leaks, Spills and Releases. The site was ranked a 10 due to an estimated depth to groundwater of greater than 100 feet, greater than 1000 feet from a water source, and distance to an arroyo 200-1000 feet, as discussed with NMOCD representative on location Vanessa Fields. This set the closure standard to 1000 ppm TPH, 10 ppm benzene, and 50 ppm total BTEX.

Describe Area Affected and Cleanup Action Taken. *A release has been confirmed based on an integrity failure of the pit tank, and twenty five (25) BBLs of produced water released into the pit tank cellar.

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 "Initial 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: Kurt Hoekstra	Approved by Environmental Specialist: 	
Title: EHS Coordinator	Approval Date: 8/10/2017	Expiration Date:
E-mail Address: Kurt.Hoekstra@xtoenergy.com	Conditions of Approval: <u>Sample Area</u> <u>BTEX TPH</u> <u>include MEO, Chlorides</u> <u>NVF 1717251653</u>	Attached <input type="checkbox"/>
Date: 6-27-2017	Phone: 505-333-3100	

* Attach Additional Sheets If Necessary