<u>District I</u> 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 Submit 2 Copies to appropriate District Office in accordance

Initial Report

with Rule 116 on back side of form

Release Notification and Corrective Action

OPERATOR

Name of Company: Energen Resources, Inc.						Contact: Ed Hasely				
Address: 2010 Afton Place, Farmington, NM 87401						Telephone No: 505-324-4131				
Facility Nam	e: LDS 29	-10-31 #1S;	API 1	No. 3004532904	acility Type: Oi	I/Gas Well Site				
Surface Owner: Federal Mineral Owner: Federal Lease No. NM0702										
Surface Owner: Federal Mineral Owner						r: Federal Lease No. NM0702				
LOCATION OF RELEASE										
Unit Letter	Section	Township	Range	Feet from the	North/South Line		Feet from the	East/West Line	County	
1 31 29N 10W 1980 S						outh 660		East	San Juan	
Latitude 36.68083 Longitude -107.91833										
NATURE OF RELEASE										
Type of Release: Compressor Engine Fire						Volume of Release: Volume Recovered: 0				
						<1 MCF – Natural Gas				
Source of Release: Compressor Engine						Date and Hour of Occurrence: 9/16/09		Date and Hour of Discovery: 9/16/09		
Was Immediate Notice Given?						If YES, To Whom: Brandon Powell – NMOCD; Kevin S			evin Schneider (BLM)	
☐ Yes ☐ No ☐ Not Required										
By Whom? Ed Hasely						Date and Hour: 9/17/09 1:30 pm				
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse. NA				
☐ Yes ⊠ No						RCVD SEP 28 '09				
If a Watercourse was Impacted, Describe Fully.* NA								near constraint of the constra	NS.DIV.	
DIST. 3										
Describe Cause of Problem and Remedial Action Taken.*										
A small compressor fire was discovered on the subject location on 9/16/09. Investigations point to the possibility that a spike in line pressure caused the gasket between the gear housing and the rotor housing to blow out at the top of the compressor. The resulting released gas may have been ignited by the										
exhaust or the engine ignition wiring.										
Describe Area Affected and Cleanup Action Taken.* Fire was confined to the compressor unit.										
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.										
5111. D						OIL CONSERVATION DIVISION				
										Signature / /basi /
Printed Name Ed Hasely						pproved by Distric	of Subervisor.	Grand Del	1	
Title Sr Environmental Engineer						Approval Date: 10-7-09 Expiration I			pate:	
E-mail Address: ed.hasely@energen.com						Conditions of Approval:				
						- Committee of Approximate			Attached	
Date: 9/24/09 Phone: 505-324-4131 / 505-330-3584(cell)										
Attach Additional Sheets If Necessary Incident# n RAD 0928129142										
Included of 11 110 0108129142									<i>-</i>	