

2-21-06
PRS
incident

District I
625 N. French Dr., Hobbs, NM 88240
District II
301 W. Grand Avenue, Artesia, NM 88210
District III
000 Rio Brazos Road, Aztec, NM 87410
District IV
220 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-14
Revised October 10, 2004
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company Phoenix Hydrocarbons Oper Contact Chris Mitchell
Address P O Box 3638, Midland, TX 79702 Telephone No. 432-894-1750
Facility Name LJ 6" Injection Line Facility Type Injection Line
Surface Owner Crawfords Mineral Owner Federal Lease No. N/A

LOCATION OF RELEASE

API # 3032523868-0000

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<u>H</u>	<u>6</u>	<u>25S</u>	<u>37E</u>	<u>1980</u>	<u>N</u>	<u>510</u>	<u>E</u>	<u>Lea County, NM</u>

Latitude 32°9'43"N Longitude 103°11'36"W

NATURE OF RELEASE

Type of Release Produced wtr Volume of Release -50 bbl Volume Recovered 0
 Source of Release 6" injection line Date and Hour of Occurrence 2/15 Date and Hour of Discovery 2/15 4:00
 Was Immediate Notice Given? Yes No Not Required
 If YES, To Whom? THE LEAKE WAS DISCOVERED BY BUDDY HILL WITH NMOCD, HE CALLED CHRIS MITCHELL. CHRIS CALLED SYLVIA
 By Whom? CHRIS MITCHELL Date and Hour CHRIS CALLED SYLVIA 2/16/06 AM
 Was a Watercourse Reached? Yes No
 If YES, Volume Impacting the Watercourse. BUDDY HILL

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* A hole in the 6" injection line between LJ#49 and the highway caused less than 50 bbls to leak out. A saddle was welded over the hole and the hole was sealed. The injection line was back in use by 4:00pm, 2/16/06.

Describe Area Affected and Cleanup Action Taken.* The affected area is barren rocky pasture land in the right-of-way. The leaking produced water went down the right-of-way and the fence line to the south 150' by 5' at the widest point.

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: Phyllis R. Gunter
Printed Name: Phyllis R. Gunter
Title: Agent
E-mail Address: phygun@aol.com
Date: 2/22/06 Phone: 432-686-9869

Approved by District Supervisor:
Approval Date: _____ Expiration Date: _____
Conditions of Approval: _____ Attached

* Attach Additional Sheets If Necessary

Phoenix 18843
API #
incident

nPAC 0606746817

application - pPAC 0606747091