

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 October 10, 2003

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	ALAN T STANDFER
Address	P O BOX 3638, MIDLAND, TX 79702		
Telephone No.	432-557-8722		
Facility Name	LJU Waterflood	Facility Type	LJU Injection Well #85
Surface Owner	Woolworth Estate	Mineral Owner	
Lease No.	LC-032511		

LOCATION OF RELEASE API # 30025114930000

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	8	25S	37E	660'	South	660'	East	Lea Co, NM

Latitude 32° 8' 32N Longitude 103° 10' 69W

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	50 bbl	Volume Recovered	0
Source of Release	pinhole in injection line	Date and Hour of Occurrence	9/28	Date and Hour of Discovery	9/28/AM
Was Immediate Notice Given?	Not immediate <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Pat in Hobbs office, left message		
By Whom?	Alan Standfer	Date and Hour	10/2/06 at 10:00 AM		
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.* PinHole leak in the injection line. A crew was called out to replace the joint with the leak. No further action will be taken.

Describe Area Affected and Cleanup Action Taken.* The affected area is sloping and the produced water covered an area 3' wide x 1500' long. The water quickly absorbed into the sloping rocky terrain. The Woolworth Estate was notified of the spill. No clean up action is necessary.

Please note clean up is necessary. You need to submit a plan by 11/15/06

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: <i>Phyllis R. Gunter</i>		OIL CONSERVATION DIVISION	
Printed Name: Phyllis R. Gunter		Approved by District Supervisor: <i>Chris Williams</i>	
Title: Agent	Approval Date: <i>10/23/06</i>	Expiration Date:	
E-mail Address: <i>phygun@aol.com</i>	Conditions of Approval: <i>- above!</i>		Attached <input type="checkbox"/>
Date: 10/3/06	Phone: 432.686.9869		

* Attach Additional Sheets If Necessary

*Incident - n PAC0629728033
application - p PAC0629728168*

RPT# 1102