

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 ConocoPhillips Company | Contact Mickey Garner |
| Address 3300 North A St. Bldg 6, Midland, TX 79705-5406 | Telephone No. 505.391.3158 |
| Facility Name Philmex Battery #4 | Facility Type Oil and Gas |

| | | |
|--|--|----------|
| Surface Owner State of New Mexico | Mineral Owner State of New Mexico | Lease No |
|--|--|----------|

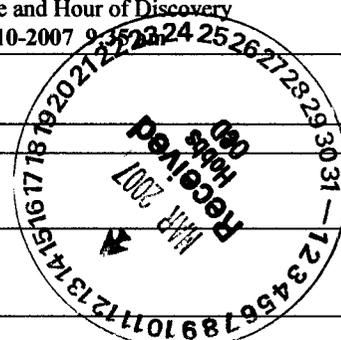
LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|-----------|------------|------------|---------------|------------------|---------------|----------------|------------|
| N | 26 | 17S | 33E | | | | | Lea |

Latitude **N 32.80006** Longitude **W 103.63585**

NATURE OF RELEASE

| | | |
|--|--|--|
| Type of Release Crude Oil | Volume of Release 47bbl (47oil, 0water) | Volume Recovered (35oil, 0water) |
| Source of Release 2" steel line on discharge of circulating pump. | Date and Hour of Occurrence 03-10-2007 1:00 am | Date and Hour of Discovery 03-10-2007 9:35 am |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Pat Caperton via voice mail | |
| By Whom? Mickey Garner | Date and Hour 03-12-2007 10:40 am | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. N/A | |



If a Watercourse was Impacted, Describe Fully.*
N/A

Describe Cause of Problem and Remedial Action Taken.*
The leak resulted from internal corrosion to a 2" steel line on the discharge of the circulating pump. The MSO shut down the pump and called a vacuum truck to pick up the free liquids.

Describe Area Affected and Cleanup Action Taken.*
A 75' X 170' area of pad and pasture were affected. No cows were present. The spill site will be delineated and remediated in accordance with NMOCD guidelines.

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: Mickey Garner | Approved by District Supervisor: | |
| Title: HSER Lead | Approval Date: 3/13/07 | Expiration Date: 3/13/08 |
| E-mail Address: Mickey.D.Garner@conocophillips.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 03-12-2007 | Phone: 505.391.3158 | |

- Attach Additional Sheets If Necessary

Facility - pPAC 0707427248
Incident - nPAC 0707427342
Application - pPAC 0707427473

RP#1236