

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 **RECEIVED**
 Oil Conservation Division
 1220 South St. Francis Dr.
 Santa Fe, NM 87505
 APR 22 2010
 HUBBS

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 ExxonMobil | Contact Toni Collier |
| Address P.O. Box 4358, Houston, TX 77210 | Telephone No. 281-654-1133 |
| Facility Name BDT State S | Facility Type Water Leg on Heater Treater |

| | | |
|-----------------------------|---------------|-----------|
| Surface Owner : Walko Ranch | Mineral Owner | Lease No. |
|-----------------------------|---------------|-----------|

LOCATION OF RELEASE

NEARBY WELL NM STATE #028
 API # 30-025-25268-00-00

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| F | 2 | 22S | 37E | | | | | Lea |

Latitude N32.25.26 Longitude W103.08.122

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release Oil and water | Volume of Release 78.4 oil/8.7 produced water | Volume Recovered 75 oil/8.3 produced water |
| Source of Release Water leg on heater treater | Date and Hour of Occurrence 3/20/10 8:00AM | Date and Hour of Discovery 3/20/10 8:00AM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? E.L. Gonzales | |
| By Whom? Shelby Pennington | Date and Hour 3/20/10 2:30PM | |
| 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.*

WATER @ 60'

Describe Cause of Problem and Remedial Action Taken.*

2" drain line water leg on heater broke off of heater due to groove in piping developing corrosion.

Describe Area Affected and Cleanup Action Taken.*

A vacuum truck was called out to pick up free fluid. Emergency one call was put in and contaminated soil was excavated. Site will be delineated and remediated according to NM 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: <i>Ashley G. Volante</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Ashley Volante | Approved by ENV ENGINEER : <i>Jeffrey Leung</i> District Supervisor: | |
| Title: Acting Compliance Supervisor | Approval Date: 04/26/10 | Expiration Date: 06/28/10 |
| E-mail Address: Ashley.G.Volante@exxonmobil.com | Conditions of Approval: DELINEATE TO CLEAN + 1. SUBMIT FINAL C-141 BY 06/28/10 | Attached <input type="checkbox"/> |
| Date: 4/21/10 Phone: 281-654-6119 | | IRP-10-4-2489 |

* Attach Additional Sheets If Necessary

ExxonMobil Production Company
P. O. Box 4358
Houston, Texas 77210-4358

Overnight Mail 1Z V81 6F7 01 9970 2956

ExxonMobil
Production

RECEIVED

APR 22 2010

HOBBSSUUU

April 21, 2010

C-141 Form
BDT State S
Lea County, New Mexico

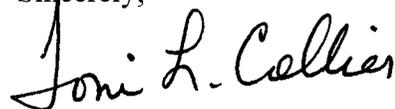
State of New Mexico
Oil Conservation Division
District 1
1625 N. French Drive
Hobbs, New Mexico 88240

Dear Sirs:

Please find enclosed the C-141 initial report for a spill which occurred at our BDT State S site. The spill of 78.4 barrels of hydrocarbon and 8.7 barrels of produced water occurred on March 20, 2010. The site will be delineated and remediated according to the New Mexico guidelines.

If you have any questions or need additional information, please contact Shelby Pennington at (432)596-4211, extension 14.

Sincerely,



Toni L. Collier

Attachments

C State of New Mexico
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Mr. Shelby Pennington
Mr. Doug Parks
Ms. Toni L. Collier
P020A/BDT New Mexico/Spills
Reader File