

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

JUN 26 2009

Form C-141
Revised March 17, 1999

Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

30-015-31661

Release Notification and Corrective Action

NKMW 1108955073

OPERATOR

Initial Report Final Report

Name of Company Clayton Williams Energy, Inc. 25706	Contact <input type="checkbox"/> Matt Swierc, Production Supt.
Address Six Desta Drive, #2100, Midland, TX 79705	Telephone No. <input type="checkbox"/> (432) 682-6324
Facility Name PHILLIPS 18 FEDERAL LEASE	Facility Type <input type="checkbox"/> Tank Battery
Surface Owner BLM	Mineral Owner BLM/MMS
	Lease No. <input type="checkbox"/> NMNM14847

LOCATION OF RELEASE

Unit Letter G	Section 18	Township 17S	Range 29E	Feet from the 2310	North/South Line North	Feet from the 1650	East/West Line East	County <input type="checkbox"/> Eddy
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NATURE OF RELEASE

Type of Release crude oil	Volume of Release 90 bbls	Volume Recovered <input type="checkbox"/> 55 bbls
Source of Release oil stock tank	Date and Hour of Occurrence 6/16/2009, hour unknown	Date and Hour of Discovery 6/17/2009 9 a.m.
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mr. Jim Amos, BLM Carlsbad & Mr. Mike Bratcher, NMOCD	
By Whom? <input type="checkbox"/> Butch Reid, Pumper	Date and Hour <input type="checkbox"/> 6/18/09 1 p.m.	
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.* hole in oil stock tank, vacuum truck picked up 55 bbls.		
Describe Area Affected and Cleanup Action Taken.* Area affected: inside firewall of battery Clean Up Action Taken: none to date, we will have our environmental agent contact BLM & NMOCD for instructions		
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>Betsy Luna</i>	OIL CONSERVATION DIVISION	
Printed Name: Betsy Luna	Approved by <input type="checkbox"/> District Supervisor Signed By <i>Mike Bratcher</i>	
Title: Engineering Technician	Approval Date: 3/30/11	Expiration Date:
Date: June 19, 2009 Phone: (432) 682-6324	Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

REMEDATION per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY:

4/30/11

2RP-677

JUN 26 2009



CLAYTON WILLIAMS ENERGY, INC.

June 19, 2009

State of New Mexico
OIL CONSERVATION DIVISION
1301 W. Grand Avenue
Artesia, New Mexico 88210

Attention: Mr. Mike Bratcher

RE: **FORM C-141 Release Notification**
And Corrective Action

Phillips Federal 18 Lease, Tank Battery
UL P; 990' FSL & 990' FEL
Section 18, Township 17S, Range 29E
Eddy County, New Mexico

Dear Sir:

In accordance with Rule 116, please find enclosed two copies of Form C-141 (Initial Report), regarding an oil spill that occurred on June 16, 2009 at our Phillips 18 Federal tank battery site in Eddy County, New Mexico. Please note we have verbally contacted Mr. Jim Amos, BLM inspector regarding this matter.

Should you require further or have any questions, please feel free to contact me at (432) 688-3240, or our Field Production Superintendent, Phillip Creech at (432) 634-4022, or our contract pumper, Butch Reid at 575-706-3704.

Sincerely yours,

A handwritten signature in cursive script that reads "Betsy Luna".

Betsy Luna
Engineering Technician

Enclosures

Xc: Mr. Jim Amos - BLM