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

* Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505 Form C-141 Revised March 17, 1999

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 Clayton Williams Energy, Inc. Contact□ Matt Swierc, Production Supt. Address Six Desta Drive, #3000, Midland, TX 79705 Telephone No. (432) 682-6324 Facility Name PHILLIPS 17 FEDERAL LSE, WELL #2 Facility Type□ WELL Surface Owner BLM Mineral Owner BLM/MMS Lease No. □ NMNM14847 LOCATION OF RELEASE Unit Letter Section Township Feet from the North/South Line Feet from the East/West Line Range County DEddv South 17 990 2310 East 0 **17S** 29E NATURE OF RELEASE Volume of Release 15 bbls. Type of Release Oil - minor release Volume Recovered 14 bbls. Date and Hour of Occurrence Source of Release wellhead Date and Hour of Discovery 10/26/04, 7:30 a.m. 10/26/04 before 7 a.m. If YES, To Whom? Was Immediate Notice Given? No 🗍 Not Required Mike Bratcher (505) 626-0857 Date and Hour 10/26/04; 11:15 a.m. (CST) By Whom?

Butch Reid, Contract Pumper Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes No If a Watercourse was Impacted, Describe Fully.* RECEIVED OCT 2 8 2004 Describe Cause of Problem and Remedial Action Taken.* OODFARTESIA Burned packing out of stuffing box and wellhead leaked. Describe Area Affected and Cleanup Action Taken.* No action taken as of this date as per instructions from Mr. Mike Bratchert. He will go to location, inspection same and advise of action required. 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: Approved by District Supervisor: Printed Name: Matt Swierc Title: Production Supt. Approval Date: **Expiration Date:** Attached Conditions of Approval: Date: October 26, 2004 Phone: (432) 682-6324