District 1 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 | | | | |
|--|--|------------------------------|--|--|
| | ERATOR | | eport Final Report | |
| Name of Company ConocoPhillips Company | | Kelsi Harrington | | |
| Address 3401 E. 30 th St., Farmington, NM 87402 | Telephone No. 505-599 | 9-3403 | | |
| Facility Name San Juan 32 Federal 13 1A | J J1 | | | |
| Surface Owner Federal Mineral Owner | Federal | Lease No. SF-079329 | | |
| LOCATION OF RELEASE | | | | |
| Unit Letter Section Township Range Feet from the No 32N 09W 1350' | rth/South Line Feet from the South 1450 ' | East/West Lin | e County San Juan | |
| Latitude 36.98053° N Longitude -107.7265° W | | | | |
| | | | | |
| NATURE OF RELEASE | | | | |
| Type of Release – Produced Water | Volume of Release – 93 BBL | | Volume Recovered – 93 BBL | |
| Source of Release: Pop Off Line off the Discharge Line of the Transfer Pump | Date and Hour of Occurrence Unknown | | Date and Hour of Discovery 1/4/2011 11:50 a.m. | |
| Was Immediate Notice Given? | If YES, To Whom? | | | |
| ☐ Yes ☐ No ☐ Not Required | Brandon Powell (NMOCD): Verbal and Email | | | |
| By Whom? Kelsi Harrington | Date and Hour – 1/5/2011 10:30 a.m. | | | |
| | | e Impacting the Watercourse. | | |
| ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* | | | | |
| 11 a Watercourse was impacted, Describe 1 uny. | | | | |
| Describe Cause of Problem and Remedial Action Taken.* The release was the result of a ruptured 1" hose on the PRV outlet on the | | | | |
| water transfer pump discharge line. Upon discovery, the leak was isolated and a water truck was called to location. | | | | |
| Describe Area Affected and Cleanup Action Taken.* All fluid remained within the berm and approximately 93 BBL of fluid was recovered. ConocoPhillips will assess the soil to determine if further action will be needed. | | | | |
| 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. | OH CONG | TEDA A COLO | I DI WOLON | |
| Signature: Kelő Harrington | OIL CONSERVATION DIVISION | | | |
| Printed Name: Kelsi Harrington | Approved by District Supervisor: | | | |
| Title: Environmental Consultant | Approval Date: 12/05/2011 Expiration Date: | | | |
| E-mail Address: kelsi.g.harrington@conocophillips.com | Conditions of Approval: | | Attached [7] | |

1/18/11 * Attach Additional Sheets If Necessary

Date:

OIL CONS. DIW. DIST. 3

Phone: 505-599-3403

NJK1133950290

Attached