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 - 33290 OPERATOR Initial Report Final Report ConocoPhillips Company Contact Kristina Kovach E. 30th St., Farmington, NM 87402 Telephone No. 505-326-9866

ConocoPhillips Company Name of Company 3401 E. 30th St., Farmington, NM 87402 Address Mudge Federal #2 Facility Name Gas Well Facility Type API # 30-045-33290 Surface Owner Tribal Mineral Owner Tribal Lease No. 1-149-IND-7971 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County 31 **T26N R11W** 1145' North 690' San Juan Α **East** 36.44867° N 107.03876 ° W Longitude Latitude **NATURE OF RELEASE** Type of Release - KCI Water Volume of Release - 230 BBL Volume Recovered - 200 BBL Source of Release: Valve break Date and Hour of Occurrence Date and Hour of Discovery 2/28/08 - 6:00 a.m. Was Immediate Notice Given? If YES, To Whom? OCD - Brandon Powell via phone & email BLM - Kevin Schneider via phone & email Navajo Nation - Eugenia Quintana via phone By Whom? **Gregg Wurtz** Date and Hour - 2/29/08 - 12:00 p.m. RCUD MAR 10'08 Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. OIL CONS. DIV. ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* DIST. 3 Describe Cause of Problem and Remedial Action Taken.* On 2/29/08, a Weatherford employee driving a frac pump truck drove too close to a tank holding KCI water, clipping the tank valve and breaking it off. Approximately 230 BBL of KCI water were released. Employees ran suction hoses to reserve pit, draining approximately 200 BBL into the lined pit, The remaining fluids soaked into the ground. Describe Area Affected and Cleanup Action Taken.* All of the spilled fluids were contained on location, affecting an area of 100'x40'. We will monitor soil conditions to determine if further remediation is necessary. Contractor companies will be instructed to have ground guides and follow proper procedure while moving equipment on location. 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: Kristina L. Kovach Printed Name: **Environmental Associate** Approval Date: **Expiration Date:**

* Attach Additional Sheets If Necessary

3/7/08

E-mail Address: kristina.l.kovach@conocophillips.com

Phone

505-326-9866

nJK1205841980

Attached

Conditions of Approval: