

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

Form C-141
Revised August 8, 2011

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 1 Copy to appropriate District Office to
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

| | |
|---|-------------------------------------|
| Name of Company ConocoPhillips Company | Contact Crystal Tafoya |
| Address 3401 East 30th St, Farmington, NM | Telephone No. (505) 326-9837 |
| Facility Name: SJ 26 Pipeline (SJ 32-8 Unit 218) | Facility Type: Pipeline |

| | | |
|------------------------------|--|-----------------------------|
| Surface Owner Federal | Mineral Owner Federal (SF-079381) | API No. 30-045-28722 |
|------------------------------|--|-----------------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|-----------|------------|-----------|---------------|------------------|---------------|----------------|-----------------|
| G | 35 | 32N | 8W | 2305 | North | 1800 | East | San Juan |

Latitude **36.94081** Longitude **107.64145**

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release Produced Water | Volume of Release 67 bbls | Volume Recovered 66.5 bbls |
| Source of Release Pipeline Water Can | Date and Hour of Occurrence Unkwon | Date and Hour of Discovery 11/6/12 at 11:00 am |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? Brandon Powell (OCD) & Sherri Landon (BLM) | |
| By Whom? Crystal Tafoya | Date and Hour 11/7/2012 at 3:48pm | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

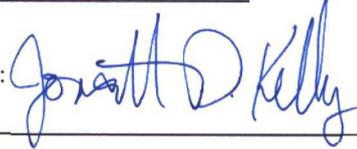
If a Watercourse was Impacted, Describe Fully.*
N/A

**RCVD NOV 14 '12
OIL CONS. DIV.
DIST. 3**

Describe Cause of Problem and Remedial Action Taken.*
A release of 67bbls of produced water occurred in a water can on the SJ 26 Pipeline and 1/2 bbl was released onto the soil. 66.5bbls was recovered from a water truck. The soil was immediately raked.

Describe Area Affected and Cleanup Action Taken.*
Soil sampling will be conducted and assessed to determine a path forward if necessary.

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:  | OIL CONSERVATION DIVISION | |
| | Approved by Environmental Specialist:  | |
| Printed Name: Crystal Tafoya | Approval Date: 11/27/2012 | Expiration Date: |
| Title: Field Environmental Specialist | Conditions of Approval: | |
| E-mail Address: crystal.tafoya@conocophillips.com | Attached <input type="checkbox"/> | |
| Date: 11/12/2012 Phone: (505) 326-9837 | | |

* Attach Additional Sheets If Necessary

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