District I 1625 N. French Dr , Hobbs, NM 88240 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

Submit 2 Copies to appropriate District Office in accordance

Revised October 10, 2003

Form C-141

with Rule 116 on back side of form

Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company XTO Energy Inc. Contact Kim Champlin Address #382 County Road 3100 Telephone No. (505) 333-3100 Aztec, NM 87410 Facility Name Sullivan Frame A #1 (API 30-045-07905) Facility Type Gas Well (Dakota) Surface Owner Fee Mineral Owner Lease No. LOCATION OF RELEASE Unit Letter Section Feet from the North/South Line Feet from the East/West Line County Township Range 30 29N 10W 990 North West San Juan Latitude 36.70143 Longitude 107.93024 NATURE OF RELEASE Type of Release Produced Water Volume of Release Approx 18 bbl Volume Recovered Approx 0 bbl Source of Release Produced Water Tank Date and Hour of Occurrence Date and Hour of Discovery 03/16/09, time unknown 03/16/09 at 6:00 pm Was Immediate Notice Given? If YES, To Whom? ROVD MAR 31 '05 ☐ Yes ☐ No ☒ Not Required m cass. Div. By Whom? Date and Hour SAMEN OF Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No N/A If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* An XTO employee discovered a loss of 18 barrels of produced water after gauging a tank. After investigation it was discovered that the water tank had a small leak on the bottom near the drain line. A second tank was brought to the location to temporarily store the produced oil in remaining in the tank and the remaining water was taken to an injection disposal. The release was contained with the berm but the pit was not lined and there was no standing fluid to recover. Describe Area Affected and Cleanup Action Taken * The water was contained within secondary containment, no water left location. The area within the tank was excavated and contaminated soil was disposed of at an approved landfarm. Samples were collected from the walls of the excavation and results will be submitted upon receipt. After review of results it will be determined whether or not further remediation is 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 Kim Champlen Approved by District Supervisor: Brand XIII For: Charlie Penin Signature: Printed Name: Kim Champlin Title: Sr. Environmental Representative Approval Date: Expiration Date:

03/27/09

E-mail Address: Kim Champlin@xtoenergy.com

Phone: 505-333-3100

Attached

Conditions of Approval:

^{*} Attach Additional Sheets If Necessary