

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 October 10, 2003

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

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

**Release Notification and Corrective Action**

API # 30-045-07781

OPERATOR

X Initial Report  Final Report

Name of Company <b>XTO Energy Inc.</b>	Contact <b>Kim Champlin</b>
Address <b>2700 Farmington Ave, Bldg K, Ste. 1, Farmington, NM 87401</b>	Telephone No. <b>(505) 566-7954</b>
Facility Name <b>Sullivan Gas Com C #1</b>	Facility Type <b>Gas Well</b>

Surface Owner <b>Fee</b>	Mineral Owner	Lease No.
--------------------------	---------------	-----------

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	28	29N	10W	940	South	1450	West	San Juan

Latitude 36.69251 Longitude 107.89317

**NATURE OF RELEASE**

Type of Release <b>Produced Water and Oil</b>	Volume of Release <b>Approx 25 bbl</b>	Volume Recovered <b>Approx 22.5 bbl</b>
Source of Release <b>Pit Tank</b>	Date and Hour of Occurrence <b>03/27/07, time unknown</b>	Date and Hour of Discovery <b>03/27/07 at 6:00 pm</b>
Was Immediate Notice Given? X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>Brandon Powell</b>	
By Whom? <b>Kim Champlin</b>	Date and Hour <b>03/28/07 at approximately 4:45 pm</b>	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse <b>NA</b>	

If a Watercourse was Impacted, Describe Fully \*  
NA

Describe Cause of Problem and Remedial Action Taken.\*  An XTO Lease Operator reported a release on location. Upon investigation it was discovered that the fuel supply pressure going to the dump valves on the HLP separator failed causing the pumping unit to over pressure the low side of the HLP separator. The back pressure valve on the low side of the separator released pressure from the separator to the compressor pit tank causing the pit tank to overflow. Approximately 25 barrels was released into the pit tank cellar. The location was immediately shut in and a vac truck was dispatched. Approximately 22.5 barrels was recovered and put into the oil production tank. Release was fully contained within the berm.

Describe Area Affected and Cleanup Action Taken.\*  
The release was contained within the berm. A vac truck was used to recover the water and oil from the compressor pit cellar. A construction crew was dispatched to begin clean up.

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 <i>Kim Champlin</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: <b>Kim Champlin</b>	Approved by District Supervisor. <i>Brandon Powell</i>	For: <i>Charlie Perrin</i>
Title <b>Environmental Assistant</b>	Approval Date. <b>4-6-07</b>	Expiration Date
E-mail Address <b>Kim Champlin@xtoenergy.com</b>	Conditions of Approval	Attached <input type="checkbox"/>
Date <b>04/03/07</b>	Phone <b>505-566-7954</b>	

\* Attach Additional Sheets If Necessary

nBP0711052985

