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

1220 S. St. Francis Dr., Santa Fe, NM 87505

District IV

State of New Mexico Energy Minerals and Natural Resources

Form C-141 Revised June 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 30-045-28274 **OPERATOR** ☐ Initial Report ✓ Final Report Name of Company ConocoPhillips Contact Ed Hasely Address P.O. Box 4289 Farmington NM 87499 Telephone No. (505) 326-9700 Facility Name Facility Type hCOP San Juan 32-8 Unit 240 Gas Well Lease No NM SF079029 Surface Owner Federal Mineral Owner Federal LOCATION OF RELEASE East/West Line Feet from the Feet from the Unit Letter Section Township Range North/South Line County San Juan 8W 1470 K 3 31N 1718 South West NATURE OF RELEASE Volume of Release Type of Release No Liquid Release - Fire 1800 MCF Volume Recovered 0 MCF Source of Release Date and Hour of Discovery Date and Hour of Occurence Compressor Fire 2/3/2007 2/3/2007 Was Immediate Notice Given? If YES, To Whom? Yes No Not Required Brandon Powell - OCD, Cliff Ollam - BLM By Whom? Date and Hour 2/8/2007 2:45:00 PM Ed Hasely Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes V No If a Watercourse was Impacted, Describe Fully.* RCUD FEB20'07 NA OIL CONS. DIV. DIST. 3 Describe Cause of Problem and Remedial Action Taken.* The compressor on the location caught fire. It is estimated that approximately 1800 MCF of natural gas was burned during the fire. It appears that the start gas line separated at the "dead man" valve and the gas was ignited by the engine. Describe Area Affected and Cleanup Action Taken.* No liquids were released. Released gas was burned. Investigation showed that the dead man valve may have not been seated properly on the pipe and that the bracing for the start gas line may have been loose. 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 District Supervisor Franciscon Tough Printed Name **Expiration Date** Title Environmental Representative Approval Date: 2-20-07 E-mail Address: lhasely@br-inc. com or gwurtz@br-inc.com Conditions of Approval Attached Phone: (505) 326-9841 or 9537 2/15/0

^{*} Attach Additional Sheets If Necessary