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											
HAI	30-0	139-2-			PERATOR		☐ Initial Report ☑ Final Report				
Name of Co				Company	Contact	Monica	Monica D. Johnson				
Address 3401 E. 30 th St., Farmington, NM 87402 Telephone No. 505-326-9829											
Facility Name San Juan 31-6 Water Gathering Line Facility Type Water pipeline (near SJ 31-6 #223A, API #30-039-27332)											
Surface Ow	ner F e	ederal		Mineral Owne	r State	State Lease No. E-289-3					
LOCATION OF RELEASE											
Unit Letter	Section	Township	Range	Feet from the No	orth/South Line	Feet from the	East/West L	ine C	County		
С	32	T31N	R6W	815'	North	1465'	1465' West Rio Arriba				
Latitude <u>36.86111° N</u> Longitude <u>107.49111° W</u>											
NATURE OF RELEASE											
Type of Rele	ease – Proc	duced wate	r						ne Recovered - none		
Source of Re	elease: Pip	eline leak							nd Hour of Discovery 07 – 12:00 p.m.		
Was Immedi	ate Notice (Given?				If YES, To Whom?					
		⊠ Y	es \square N	lo Not Required	OCD - Hen	OCD – Henry Villanueva via phone, Brandon Powell via email BLM – Mark Kelly via voicemail and email					
By Whom?		Monica D.	Johnso	n		Date and Hour – 11/8/07 – 3:15 p.m. RGVD NUV 13 'U7					
Was a Water	course Rea		Yes 🛛		If YES, Volume Impacting the Watercourse. OIL CONS. DIV.						
If a Waterco	urse was Im	npacted, Descr		NO		VI51. 3					
Describe Cause of Problem and Remedial Action Taken.* A produced water spill of an estimated 53 BBL was discovered on the San Juan 31-6 Water Gathering Line (near the San Juan 31-6 Unit #223A) on the afternoon of 11/8/07, due to a produced water pipeline leak. The leak was discovered by a contractor while doing a cathodic survey. All spilled fluids were soaked into the soils in the area directly adjacent to the pipeline with no standing water. Upon discovery, a valve was shut in downstream of the leak and a transfer pump was shut in upstream of the leak in order to isolate the line. Describe Area Affected and Cleanup Action Taken.* All fluids were contained within the pipeline right-of-way, but no fluids were recoverable. The area affected averaged 120' long by 16' wide by 2.5' deep. The water pipeline will be repaired following an approved One-Call, the soil will be allowed to dry and will be raked to promote rehabilitation, and the soil will be evaluated for any further remediation needed.											
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.											
	100		11			OIL CONSERVATION DIVISION					
Signature:	MIM	100 Y) <	(In An IM	MA							
D	<u> </u>	lanias D.	XW VV	0 VV 1	Approved by District Supervisor: Branch Pull For: Charlie Perrin						
Printed Nam	ie: IV	lonica D. J	Jillison								
Title:	En	vironmenta	l Specia	list	Approval Dat	Approval Date: 11 /13/07 Expiration Date: Conditions of Approval: At			>		
E-mail Addı	ess: moni	ca.johnson	@conoc	ophillips.com	Conditions of				Attached		
Date:	11/8/07		Phone:	505-326-9829							

^{*} Attach Additional Sheets If Necessary