

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

APC 30-045-33242

OPERATOR

Initial Report

☒ Final Report

Name of Company XTO Energy Inc.	Contact Lisa Winn	
Address 2700 Farmington Ave, Bldg K, Ste. 1, Farmington, NM 87401	Telephone No. (505) 566-7942	
Facility Name New Mexico Federal N #1G	Facility Type Gas Well	
Surface Owner BLM	Mineral Owner BLM	Lease No. NMNM047

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
K	17	30N	12W	2008	South	1315	West	San Juan

Latitude 36.8113333 Longitude 108.1245556

NATURE OF RELEASE

Type of Release Fresh Water with Potassium Chloride (2% soln)	Volume of Release Approx 1,050 bbl	Volume Recovered Approx 1,050 bbl
Source of Release four 400-bbl frac tanks	Date and Hour of Occurrence 02/04/06, time unknown	Date and Hour of Discovery 02/04/06 at 7:13 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Denny Foust and BLM (Bobby Vigil, Mark Kelly and Sherry Landon)	
By Whom? Lisa Winn	Date and Hour 02/04/06 at 10:00 am	
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.*

Describe Cause of Problem and Remedial Action Taken.* ☐ Four 400 bbl frac tanks were staged on location in preparation for use. It appears that the valves on three of the four tanks were opened overnight or during early morning hours resulting in approximately 19.5 feet (350 bbl/tank) of water being discharged from each tank. Foul play is suspected and the Sheriff's office was notified (Officer Dan Clugston, case # 2006-4328). Remedial Action: Water with KCl was removed from reserve pit with vacuum truck for off site disposal.

Describe Area Affected and Cleanup Action Taken.* ☐ The water with KCl drained from the frac tanks directly into the reserve pit and was contained on site. A vacuum truck was dispatched immediately to remove the KCl water for off site disposal. *re-use at another location*

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>Lisa Winn</i>	OIL CONSERVATION DIVISION	
Printed Name: Lisa Winn	Approved by District Supervisor. <i>Denny Foust</i> <i>for Charlie Perry</i>	
Title: Environmental Specialist	Approval Date: 2/24/06	Expiration Date:
E-mail Address: Lisa_Winn@xtoenergy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 02/14/06 Phone: 505-566-7942		

* Attach Additional Sheets If Necessary

NDG F0605549191