

District I - (505) 393-6161
 P O Box 1980
 Hobbs, NM 88241-1980
 District II - (505) 748-1283
 811 South First
 Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Road
 Aztec, NM 87410
 District IV - (505) 827-7131

Form C - 141
 Originated 2/13/97

State of New Mexico
Energy Minerals and Natural Resources Department
 Oil Conservation Division
 2040 South Pacheco Street
 Santa Fe, New Mexico 87505
 (505) 827-7131



Submit 2 copies to
 Appropriate District
 Office in accordance
 with Rule 116 on
 back side of form

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

30 03926374

Name Phillips Petroleum Company	Contact Robert A. Wirtanen
Address 5525 Hwy. 64, Farmington, New Mexico 87401	Telephone Number (505) 599-3462
Facility Name San Juan 29-6 #81m SW / NW / 4	Facility Type Dakota Well API 30-039-26374

Surface Owner BLM	Mineral Owner State of NM	Lease No NMNM012671
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LOCATION OF RELEASE

Unit Letter F	Section 25	Township 29N	Range 6W	Feet from the 1840	North/South Line North	Feet from the 1834	East/West Line West	County Rio Arriba
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NATURE OF RELEASE

Type of Release Produced water from a newly completed well.	Volume of Release 240 bbl	Volume Recovered 140 bbl estimated
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Source of Release a 100 bbl water tank overflowed from a well producing more than 100 barrel per day of water; Well was not expected to produce this much water / day	Date & Hour of Occurrence pre 10/5/01 - time unknown	Date & Hour of Discovery 10/05/2001 J. Brooks of Phillips - 486-6786
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Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not required	If YES, To Whom? NMOCD-Denny Faust by tele M. Kelly @ BLM by e-mail & fax State Land Office - Richard Gallegos 4601 College Blvd; Fmtn, 326-5716
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By Whom? Robert Wirtanen notified 10/8/01 @ 1000 hr from J. Loudermilk	Date and Hour 10/8/01 @ 1545 hr by e-mail & fax
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Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse NA
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If a Watercourse was impacted, describe fully (Attach additional sheets if necessary)
Spilled water did not reach a watercourse.

Describe cause of problem and remedial action taken (Attach additional sheets if necessary)
Water storage capacity on this site was under - sized.
A 210 bbl tank has been put in place of the 100 bbl tank to deal with these increased daily water volumes.

Describe area affected and cleanup action taken (Attach additional sheets if necessary)
Water did not leave the lease site.
Water did not leave the earthen dike (spill berm surrounding the tank)
Collected water was pumped by trucks back into tank storage.

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>original signed by: RA Wirt</i>	OIL CONSERVATION DIVISION	
Printed Name Robert A. Wirtanen	Approved by <i>Denny Faust for Frank Chavez</i>	Distict Supervisor
Title Sr. Safety & Environmental Specialist	Approval Date 10/10/01	Expiration Date
Date 10/08/2001	Phone 505-599-3462	Conditions of Approval
		Attached <input type="checkbox"/>

N DGF 0128337694