

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

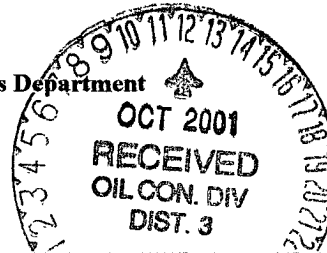
1000 Rio Brazos Road

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

Name Phillips Petroleum Company	Contact Gary Huntley - Lease Operator
Address 5525 Hwy. 64, Farmington, New Mexico 87401	Telephone Number (505) 486-1908
Facility Name 32-7 #44m wellsite API # 30-039-30157	Facility Type Dakota / Mesaverde well

Surface Owner BLM	Mineral Owner BLM	Lease No SF -078459
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LOCATION OF RELEASE

Unit Letter I	Section 22	Township 32N	Range 7W	Feet from the 1844	North/South Line South	Feet from the 1189	East/West Line East	County San Juan
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NATURE OF RELEASE

Type of Release 6 bbl of reserve pit water mixed with frac water	Volume of Release 6 bbl	Volume Recovered no liquids recovered
Source of Release overflowed reserve pit	Date & Hour of Occurrence 10/9/01 est 1300 hr	Date & Hour of Discovery 10/09/2001 3:15 pm Ronnie Baker - WFS operator
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not required	If YES, To Whom? BLM-Mark Kelly; NMOCD - Denny Faust NM State Land Office - copy mailed	
By Whom? Robert Wirtanen - Phillips Sr. Safety & Environmental Splst	Date and Hour 10/10/01 1330 hr	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse NA	
If a Watercourse was impacted, describe fully. (Attach additional sheets if necessary) A watercourse was not reached.		
Describe cause of problem and remedial action taken (Attach additional sheets if necessary) A water truck driver for Key Energy (Paul Ratliff) released an 80 bbl load of water into the reserve pit. The pit could not handle the volume and 6 bbls overflowed. Ratliff was given written reprimand for his actions by Key Energy which stated a similar event is grounds for discharge.		
Describe area affected and cleanup action taken (Attach additional sheets if necessary) The spill flowed west to a flat area encompassing a space of approx 10 ft x 5 ft and stopped. Soil was not tainted in color or composition.		
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>RA Wirt</i>	OIL CONSERVATION DIVISION Approved by <i>Denny Faust</i> District Supervisor <i>For Frank Chavez</i>	
Printed Name Robert A. Wirtanen	Approval Date 10/15/01	Expiration Date
Title Sr. Safety & Environmental Specialist	Conditions of Approval	Attached <input type="checkbox"/>
Date 10/09/2001	Phone 505-599-3462	

NDGF0128832420