

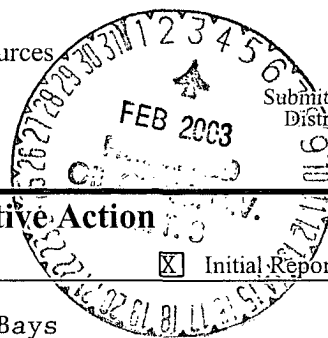
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 March 17, 1999

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form



Release Notification and Corrective Action

30-045-30804

OPERATOR

☒ Initial Report

☐ Final Report

Name of Company Phoenix Hydrocarbons Operating Corp.	Contact Daryl Bays
Address P. O. Box 3638, Midland, TX 79702	Telephone No. 505-320-2322
Facility Name Largo Fed #3A	Facility Type Producing Gas Well

Surface Owner Phoenix Hydrocarbons Oper. Corp.	Mineral Owner Phoenix - Federal Government	Lease No. NMNM 019403
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	14	27N	8W	1845'	FSL	1165'	FEL	San Juan NM

NATURE OF RELEASE

Type of Release Produced Condensate & Water	Volume of Release 20 Barrels	Volume Recovered 19 Barrels
Source of Release TANK VALVE LEFT OPEN Lined, Netted Pit Overflowed	Date and Hour of Occurrence 1-31-03, 6:00 AM	Date and Hour of Discovery 1-31-03, 10:00 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 @ 505-334-6178	
By Whom? Phyllis R. Gunter	Date and Hour 1-31-03, 10:30 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.* The pumper left the drain valve open on the tank. The produced water and oil flowed into the lined pit, filling it up and overflowing about \pm 20 barrels produced condensate and water inside the containment wall.

Describe Cause of Problem and Remedial Action Taken.* The area affected is inside the containment wall. A vacuum truck was called by 10:00 AM, 1-31-03. All the production will be returned to the production battery. The pumper will clean the soil by raking and shoveling the stained soil. (TO REMEDIATE)

Describe Area Affected and Cleanup Action Taken.*

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>Phyllis R. Gunter</i>	OIL CONSERVATION DIVISION	
Printed Name: Phyllis R. Gunter	Approved by District Supervisor: <i>Denny Foust</i>	<i>for Frank Chavez</i>
Title: Agent	Approval Date: 3/19/03	Expiration Date:
Date: 1-31-03	Phone: 915/686-9869	Conditions of Approval: Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

NDGF 0307830719