District I
16:25 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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505

Form C-141 Revised June 10, 2003

Submit 2 Copies to appropriate

District Office in accordance

with Rule 116 on back

side of form

Release Notification and Corrective Action 30045 25597 **OPERATOR** Initial Report Final Report Name of Company Burlington Resources Contact Gregg Wurtz Address Telephone No. P.O. Box 4289 Farmington NM 87499 Facility Name ZACHRY 50 Facility Type Gas Well Surface Owner Mineral Owner NMSF-080724-A Lease No. LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County San Juan 029N 010W E 35 1846 North 621 West NATURE OF RELEASE Type of Release Condensate Volume of Release 12 BBLS. Volume Recovered 10 BBLS. Source of Release Date and Hour of Discovery Production Storage Tank Date and Hour of Occurence 11/1/2004 9:00:00 AM 10/31/2004 7:00:00 AM Was Immediate Notice Given? If YES, To Whom? Yes No V Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes V No If a Watercourse was Impacted, Describe Fully.* None Describe Cause of Problem and Remedial Action Taken.* Over filled production storage tank. Well made more oil than typical production history. Approximately 10 bbls of oil was recovered. Recovery was aided by the soil underlying tank being rich in clay content and spill was found quickly. Standing oil was vacumed from surface and the remian oil that soaked into soil was recovered during soil excavation. Excavated soils were landfarmed on location. Describe Area Affected and Cleanup Action Taken.* Area in northeast quarter of bermed containment and soils within the base and one side of the excavation for water pit tank. 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: OIL CONSERVATION DIVISION

E-mail Address: lhasely@br-inc. com or gwurtz@br-inc.com

Phone: (505) 326-9841or 9537

Title: Environmental Representative

Printed Name

Expiration Date:

Attached

Approved by District Supervisor:

Conditions of Approval:

^{*} Attach Additional Sheets If Necessary