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

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

Form C-141

Revised October 10, 2003

side of form

Release Notification and Corrective Action OPERATOR ☐ Initial Report ☐ Final Report Name of Company XTO Energy Inc. Contact Kim Champlin Telephone No. (505) 333-3100 Address #382 County Road 3100, Aztec, NM 87410 Facility Type Gas Well (Dakota/Mesaverde) Facility Name Breech #755 (API# 30-039-26350) Surface Owner BLM Mineral Owner BLM Lease No. NMNM03733 **LOCATION OF RELEASE** Feet from the East/West Line Unit Letter Section Township Range Feet from the North/South Line County G 13 26N 07W1579 North 1874 East Rio Arriba **Latitude** 36.48811 **Longitude** 107.52475 NATURE OF RELEASE Type of Release Produced Oil/Produced Water Volume of Release 14/7 BBLS Volume Recovered 10/0 BBLS Source of Release Production Tank Date and Hour of Occurrence Date and Hour of Discovery Unknown 02/23/10 1:00 PM If YES, To Whom? Was Immediate Notice Given? RCVD MAR 9'10 ☐ Yes ☐ No ☒ Not Required OTL CONS. DIV. By Whom? Date and Hour DIST 9 Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* While gauging a production tank during routine operations, XTO lease operator noticed a leak in the production tank. The lease operator got the leak temporarily plugged until it could be drained. The location was shut in and crews were contacted to remove the tank and begin clean up operations. The remaining oil in the production tank was moved to another tank. It was estimated that a total of 14 bbls of produced oil and 7 bbls of produced water were released into the bermed area of the production tank. Approximately 10 barrels of oil were recovered. Describe Area Affected and Cleanup Action Taken.* Construction crews were dispatched to location to begin repairs and clean up. A vac truck recovered approximately 10 barrels of oil. Cleanup and repairs are still in progress. 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. OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: Bl Pull For: CP Printed Name: Kim Champlin Approval Date: 4/9/10 Expiration Date:

* Attach Additional Sheets If Necessary

03/05/10

Date:

Title: EHS Administrative Coordinator

E-mail Address: Kim Champlin@xtoenergy.com

Phone: 505-333-3100

1 Lmb 1010953872

Attached

Conditions of Approval: