

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 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 October 10, 2003

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

Name of Company	<u>XTO Energy Inc.</u>	Contact	<u>Gene Hudson</u>
Address	<u>P.O. Box 700, Edwina, NM 88231</u>	Telephone No.	<u>575-441-1634</u>
Facility Name	<u>E.M.S.U. - Satellite #1</u>	Facility Type	<u>Production</u>
Surface Owner	<u>NM</u>	Mineral Owner	<u></u>
		Lease No.	<u></u>

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<u>L</u>	<u>30</u>	<u>20S</u>	<u>37E</u>	<u>2350</u>	<u>FSL</u>	<u>150</u>	<u>FWL</u>	<u>Lea</u>

Latitude Longitude

NATURE OF RELEASE

Type of Release	<u>Spill</u>	Volume of Release	<u>32 bbl.</u>	Volume Recovered	<u>26.5 bbl.</u>
Source of Release	<u>Produced Water and Oil</u>	Date and Hour of Occurrence	<u>11/27</u>	Date and Hour of Discovery	<u>8:00 AM 11/27/06</u>
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <u>N.M.D.C.D. - Hobbs Office Pat Richards</u>			
By Whom?	<u></u>	Date and Hour <u>11-27-07 9:00 AM</u>			
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.*

N/A

Describe Cause of Problem and Remedial Action Taken.* The satellite sump over flowed causing a release of 30 bbl. of produced water and 2 bbl. oil onto the ground. A vacuum truck recovered 25 bbl. water and 1.5 bbl. oil. A backhoe picked up the contaminated soil and placed on plastic. Soil samples will be taken, Cont. Soil will be hauled to Sundance, and Fresh catiche will be hauled in.

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 NMOC 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 NMOC 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, NMOC 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: <u>Gene Hudson</u>	OIL CONSERVATION DIVISION	
Printed Name: <u>Gene Hudson</u>	Approved by District Supervisor <u>Johnston</u>	
Title: <u>Maintenance Foreman</u>	Approval Date: <u>11.28.07</u>	Expiration Date: <u>12.31.07</u>
E-mail Address: <u>richard.hudson@xtoenergy.com</u>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <u>11-28-07</u> Phone: <u>575-441-1634</u>	<u>Submit Final C-141 w/</u>	

* Attach Additional Sheets If Necessary

DOCUMENTATION BY

RP# 1667

