

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 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 ConocoPhillips Company | Contact Jesse A. Sosa |
| Address 3300 N. "A" St., Bldg. 6 #247 Midland, TX 79705-5 | Telephone No. (505)391-3126 |
| Facility Name Lockhart A27 Well #10 | Facility Type Oil |

| | | |
|-------------------|-------------------|---------------------|
| Surface Owner BLM | Mineral Owner BLM | Lease No. LC032096A |
|-------------------|-------------------|---------------------|

LOCATION OF RELEASE

API# 30025067950000

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|-----------------------|---------------------------|-----------------------|------------------------|---------------|
| Unit Letter G | Section 27 | Township 21S | Range 37E | Feet from the 1980 | North/South Line North | Feet from the 1980 | East/West Line East | County Lea |
|------------------|---------------|-----------------|--------------|-----------------------|---------------------------|-----------------------|------------------------|---------------|

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|------------------------------|
| Type of Release Oil | Volume of Release 14 | Volume Recovered 10 |
| Source of Release Flowline | Date and Hour of Occurrence 12/18/07 3:00 PM | Hour of Discovery 12/18/07 4 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? NMOCD & BLM | |
| By Whom? Jesse Sosa | Date and Hour 12/19/2007 9:00 am | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse | |

RECEIVED

If a Watercourse was Impacted, Describe Fully.*

JAN - 3 2008

Describe Cause of Problem and Remedial Action Taken.*

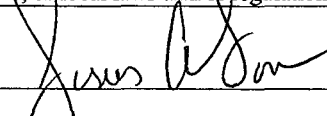
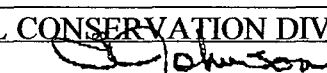
Tuesday December 18, 2007 at 3:00 pm an MSO found a spill at the Lockhart A27 Well #10 located 18 miles south of Hobbs NM. There was an accidental discharge of 14 BO from a flowline part due to stress and internal corrosion on 2 inch collar located on the line.

HOBBS OCD

Describe Area Affected and Cleanup Action Taken.*

Affected area was 15 feet X 140 feet. Leak was on caliche pad and road. MSO called a vacuum truck out and 10 BO was recovered. No cows were present. Area will be remediated in accordance with NMOCD and BLM guidelines.

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  | |
| Printed Name: Jesse A. Sosa | Approved by District Supervisor ENVIRONMENTAL ENGINEER | |
| Title: HSER Lead | Approval Date: 1-8-08 | Expiration Date: _____ |
| E-mail Address: Jesse.A.Sosa@conocophillips.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 12/19/2007 | Phone: (505)391-3126 | |

* Attach Additional Sheets If Necessary

Be sure and add API#
to spill report if
applicable. JHS,
Pat

RP# 1705