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 John W. Gates Address 3300 North A St. Bldg 6, Midland, TX 79705-5406 Telephone No. 505.391.3158 Facility Name VGEU West Battery Facility Type Oil and Gas Lease No VGEU West Battery Mineral Owner State Of New Mexico Surface Owner State Of New Mexico LOCATION OF RELEASE API# -30.025.21612/00:00 Feet from the North/South Line Unit Letter Section Township Range Feet from the East/West Line County Lea D 32 17S 35E Latitude 32.797542 Longitude 103.489389 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered **Produced Water** 24bbl (0oil, 24water) (0oil, 12water) Source of Release Date and Hour of Occurrence Date and Hour of Discovery 11-24-08 0900 hours 11-24-08 1002 hours 3/8" plug on a check valve off a 3" steel line If YES, To Whom? Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ⊠ No If a Watercourse was Impacted, Describe Fully.* GW9185 Describe Cause of Problem and Remedial Action Taken.* Spill was caused by internal corrosion of a 3/8" plug on a 3" line check valve. The check valve was immediately replaced. The West Battery is located 0.9 miles East of State Highway 238 and 0.1 miles South of Lea County Road 50. Describe Area Affected and Cleanup Action Taken.* The affected area is a 138' X 102' area of dry, hard caliche pad. A vacuum truck was summoned and recovered 12 bbls of produced water. The site will be delineated and remediated in accordance with NMOCD 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. OIL CONSERVATION DIVISION Signature: Approved by District Supervisor: Printed Name: John W. Gates Title: HSER Lead Expiration Date: 02/06/08 Approval Date: 12/08/08 Conditions of Approval: DELINEATE FULLY GUING TO CLEAN TI E-mail Address: John.W.Gates@conocophillips.com Attached [

Attach Additional Sheets If Necessary

Phone: 505.391.3158

Date: 12-05-08

02/06/08

PROVIDE FINAL C-141 BY