

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 June 10, 2003

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

30-015-22930

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company: Clayton Williams Energy, Inc.	Contact: Betsy Luna
Address: Six Desta Dr., Suite 3000, Midland TX 79705	Telephone No. (432) 682-6324
Facility Name: Phillips 19 Federal #16	Facility Type: Tank Battery

Surface Owner Federal	Mineral Owner Federal	Lease No. NM14847
-----------------------	-----------------------	-------------------

LOCATION OF RELEASE

Unit Letter G	Section\ 19	Township 17S	Range 29E	Feet from the 2310 1980	North/South Line North	Feet from the 1650 2310	East/West Line East	County Eddy
------------------	----------------	-----------------	--------------	--	---------------------------	--	------------------------	----------------

NATURE OF RELEASE

Type of Release Oil	Volume of Release ±65 barrels	Volume Recovered 55 barrels
Source of Release Tank	Date and Hour of Occurrence 3/14/06	Date and Hour of Discovery 3/14/06 10:30 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mr. Jim Amos, BLM Mr. Mike Bratcher, NMOCD	
By Whom? Betsy Luna, Engineering Tech.	Date and Hour 3/15/06 4:30 pm	
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.*

Describe Cause of Problem and Remedial Action Taken.*

Pumper was in the process of isolating an oil tank for sales and shut the equalizer valve, but failed to close the fill line which resulted in oil leaking from tank. Vacuum truck was called and picked up approximately 55 barrels of oil.

Describe Area Affected and Cleanup Action Taken.*

The spill was contained inside the facility dike. Visually impacted soils were excavated down to a hard rock layer. Confirmation soil samples were taken and analyzed for TPH. Excavated soils were taken to disposal.

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: <i>Betsy Luna</i>	Approved by District Supervisor: <i>TIM GUN by MB</i>	
Printed Name: Betsy Luna	Approval Date: <i>6/1/06</i>	Expiration Date:
Title: Engineering Tech	Conditions of Approval:	Attached <input type="checkbox"/>
E-mail Address: BLuna@claytonwilliams.com		
Date: 5/15/06 Phone: (432) 688-3240		

* Attach Additional Sheets If Necessary



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Clayton Williams Energy Inc.
Six Desta Dr. Suite 3000
Midland TX 79705

June 1, 2006

Reference: Phillips 19 Federal 016 G-19-17s-29e API: 30-015-2930

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an Assessment and Closure Report (report) prepared by your agent, Highlander Environmental Corporation. The report outlines remedial actions taken and provides analytical data collected during the remediation of produced fluids releases that occurred at the above referenced well site. Also included in the report is a Form C-141 marked Final Report.

Based on data provided, the request for closure of this site is approved.

Please be advised that this approval 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 approval does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I can be of further assistance in this matter, please contact me.

Sincerely,

Mike Bratcher

NMOCD District 2

1301 W. Grand Ave.

Artesia, NM 88210

(505) 748-1283

(505) 626-0857

Mike.Bratcher@state.nm.us