

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

OCT 16 2007
OCD-ARTESIA

Form C-141
Revised March 17, 1999

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

Release Notification and Corrective Action

30-015-31661

OPERATOR

Initial Report Final Report

Name of Company Clayton Williams Energy, Inc.	Contact <input type="checkbox"/> Matt Swiere, Production Supt.
Address Six Desta Drive, #2100, Midland, TX 79705	Telephone No. <input type="checkbox"/> (432) 682-6324
Facility Name PHILLIPS 18 FEDERAL LEASE	Facility Type <input type="checkbox"/> Tank Battery
Surface Owner BLM	Mineral Owner BLM/MMS
Lease No. <input type="checkbox"/> NMNM14847	

LOCATION OF RELEASE

Unit Letter G	Section 18	Township 17S	Range 29E	Feet from the 2310	North/South Line North	Feet from the 1650	East/West Line East	County <input type="checkbox"/> Eddy
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NATURE OF RELEASE

Type of Release PRODUCED WATER	Volume of Release 24 bbls. WTR	Volume Recovered <input type="checkbox"/> 20
Source of Release WATER TANK	Date and Hour of Occurrence 10-08-07; 10:00 AM	Date and Hour of Discovery 10-08-07; 12:00 PM
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 Carlsbad	
By Whom? <input type="checkbox"/> Butch Reid, Pumper	Date and Hour <input type="checkbox"/> 10-08-07; 1:00 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.*
leak at back of water tank from a hole at swedge where pump ties in, vacuum truck pick up approx. 20 bbls.

Describe Area Affected and Cleanup Action Taken.*
Area affected: inside firewall of battery
Clean Up Action Taken: As per NM BLM representative, Jim Amos, instructions, since it was inside the firewall, no action necessary. CWEI plans to rototill, spread fertilizer and spray with microblaze.

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: <i>Matt Swiere</i>	OIL CONSERVATION DIVISION	
Printed Name: Matt Swiere	Approved by District Supervisor: <i>[Signature]</i>	
Title: Production Supt.	Approval Date: OCT 16 2007	Expiration Date:
Date: Oct. 12, 2007 Phone: (432) 682-6324	Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary