

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

API # 30-039-06068

#### OPERATOR

X Initial Report ☐ Final Report

Name of Company Thompson Engineering & Prod. Corp.	Contact John Thompson
Address 7415 E. Main St, Farmington, NM 87402	Telephone No. 505-327-4892
Facility Name Federal B #1	Facility Type Oil & Gas Location

Surface Owner BLM	Mineral Owner BLM	Lease No. NM 03517
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#### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	11	25N	3W	1650'	FWL	1650'	FWL	Rio Arriba

Latitude 36.409 Longitude 107.117

#### NATURE OF RELEASE

Type of Release FIRE	Volume of Release 94 bbls cond	Volume Recovered 0 bbls
Source of Release Faulty Plug Valve on water drain line on prod. tank	Date and Hour of Occurrence 12:20 pm 4/21/09	Date and Hour of Discovery 12:20 pm 4/21/09
Was Immediate Notice Given? X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jim Lovato - BLM; Brandon Powell - NMOCD	
By Whom? John Thompson	Date and Hour 4/21/09 at approx. 15:00 hrs	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	

RCUD MAY 1 '09

If a Watercourse was Impacted, Describe Fully.\*  
N/A

OIL CONS. DIV.  
DIST. 3

Describe Cause of Problem and Remedial Action Taken.\*  
*Lease operator (Pat Slusser) was preparing the production tank to sell ~ 94 bbls of oil (condensate) by first checking for water. After he broke the seal and opened the water drain valve (plug valve), he immediately noticed that the valve had broken and when reaching down to shut the valve a 6" crescent wrench fell from his shirt pocket striking the line/valve causing a spark which in turn ignited the condensate that was coming out of the valve. The fire quickly spread catching the 100 bbl tank holding the condensate on fire as well as the adjacent water pit tank. The fire burned extremely hot, damaging the other 100 bbl low profile tank (which was empty) and also burned the 25 Hp Twin Star compressor. 911 was contacted and the Lindrith and Ojo Encino volunteer fire depts. as well as the Cuba fire dept responded. The State Police arrived on location at ~ 1:45 pm and took control of the location. An area the size of about 60'x150' of sage brush and native grass was burned before being contained by the fire fighting crews. Because of the intense heat, the decision was made on location to let the condensate continue to burn until the fire was out. The location was secured and all personnel left the scene at ~ 6:30 pm.*

Describe Area Affected and Cleanup Action Taken.\*  
*A 60'x150' area of sage brush and native grass was burned. The ground area on location immediately surrounding the tanks was scorched by intense heat. No hydrocarbon or produced water was spilled in this event (it all burned). If the tanks are not repairable they will be replaced along with the damaged compressor.*

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: John C. Thompson		Approved by District Supervisor: <i>Brandon Pelt</i> For: <i>Charlie Perrin</i>	
Title: Engineer		Approval Date: 5-1-09	Expiration Date:
E-mail Address: john@walsheng.net		Conditions of Approval:	
Date: 4/22/09 Phone: 327-4892		Attached <input type="checkbox"/>	

\* Attach Additional Sheets If Necessary

NMOCD  
copy

Incident # 1 RMD 0924342753