

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 30-039-24596 OPERATOR ☐ Initial Report ☒ Final Report

| | |
|--|-----------------------------------|
| Name of Company Williams Production | Contact Michael K. Lane |
| Address PO Box 640 | Telephone No. 505-634-4219 |
| Facility Name Rosa 257 | Facility Type Well Site |

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

LOCATION OF RELEASE

| | | | | | | | | |
|-------------------------|----------------------|-------------------------|---------------------|---------------|------------------|---------------|----------------|-----------------------------|
| Unit Letter M | Section 27 | Township 31 N | Range 05W | Feet from the | North/South Line | Feet from the | East/West Line | County Rio Arriba |
|-------------------------|----------------------|-------------------------|---------------------|---------------|------------------|---------------|----------------|-----------------------------|

Latitude _____ Longitude _____

RCVD FEB20'07
OIL CONS. DIV.
DIST. 3

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release Produced Water | Volume of Release ~15 bbl | Volume Recovered >10 bbl |
| Source of Release Produced Water Tank | Date and Hour of Occurrence <2/17/07 10:30 AM | Date and Hour of Discovery Same |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Brandon Powell, NMOCD (JJ Miller notified with report) | |
| By Whom? Myke Lane | Date and Hour 2/16/07 15:25 | |
| 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.

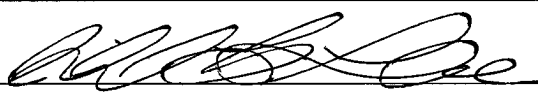

Describe Cause of Problem and Remedial Action Taken.

Water hauling contractor failed to pull tank prior to overflow. Road conditions and inclement weather increase hauling times. Contained within secondary containment. Well shutin until tank and containment drained.

Describe Area Affected and Cleanup Action Taken.

Saturated soil conditions (inclement weather) likely to prevent significant produced water impact. As well pad and containment to be sterilized during production life of well, will reclaim when well P&A'd. No further action being taken at this time.

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: Michael K. Lane | Approved by District Supervisor:  For: Charlie Perrin | |
| Title: SJB EH&S Specialist | Approval Date: 2-20-07 | Expiration Date: |
| E-mail Address: myke.lane@williams.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 2/19/07 Phone: (505) 330-3198 | | |

* Attach Additional Sheets If Necessary

~BP0711040350