

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            | Monica D. Johnson |
| Address         | 3401 E. 30 <sup>th</sup> St., Farmington, NM 87402 | Telephone No.      | 505-326-9829      |
| Facility Name   | San Juan 28-7 Unit #109M                           | Facility Type      | Gas Well          |
| Surface Owner   | Federal  | Mineral Owner      | Federal           |
|                 |  | Lease No.          | SF-078840         |
|                 |  | API # 30-039-25794 |                   |

#### LOCATION OF RELEASE

|             |         |          |       |               |                  |               |                |            |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|------------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County     |
| D           | 18      | T27N     | R7W   | 1090'         | North            | 980'          | West           | Rio Arriba |

Latitude 36.57755° Longitude 107.62198°

#### NATURE OF RELEASE

|  |  |   |
|--|--|---|
| Type of Release - <b>Condensate</b>  | Volume of Release - <b>50 BBL</b>  | Volume Recovered - <b>none</b>                            |
| Source of Release: <b>Holes in tank due to corrosion</b>   | Date and Hour of Occurrence<br><b>7/18/07</b>  | Date and Hour of Discovery<br><b>7/18/07 - 10:00 a.m.</b> |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?<br><b>Brandon Powell - OCD - via phone and email</b><br><b>Mark Kelly - BLM - via email</b> |   |
| By Whom? <b>Monica D. Johnson</b>  | Date and Hour - <b>7/18/07 - 2:00 p.m.</b>   | <b>RCUD JUL 23 '07</b>                                    |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse.<br><b>OIL CONS. DIV.</b>   |   |
| If a Watercourse was Impacted, Describe Fully.*<br><b>DIST. 3</b>  |  |   |

Describe Cause of Problem and Remedial Action Taken.\* **Our MSO (lease operator) discovered a condensate spill of 50 BBL at the San Juan 28-7 Unit #109M on the morning of 7/18/07, due to holes in the condensate tank, most probably as the result of corrosion. The MSO noticed some stained dirt around the condensate tank, and upon closer inspection found seven (7) holes about 1-2" from the bottom of the tank leaking fluid. All fluids were contained within the bermed area, with most contained on a plastic liner that either volatilized off or ran off the liner and soaked into the soil within the berm.**

Describe Area Affected and Cleanup Action Taken.\* **All fluids were contained within the bermed area, with most contained on a plastic liner that either volatilized off or ran off the liner and soaked into the soil within the berm. The impacted soils will be excavated for remediation.**

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>Monica D. Johnson</i>                      | <b>OIL CONSERVATION DIVISION</b>  |                  |                                   |
| Printed Name: <b>Monica D. Johnson</b>                   | Approved by District Supervisor: <i>Brandon Powell</i> For: <i>Charlie Perrin</i> |                  |                                   |
| Title: <b>Environmental Specialist</b>                   | Approval Date: <b>7-23-07</b>   | Expiration Date: |                                   |
| E-mail Address: <b>monica.johnson@conocophillips.com</b> | Conditions of Approval:   |                  | Attached <input type="checkbox"/> |
| Date: <b>7/18/07</b>                                     | Phone: <b>505-326-9829</b>  |                  |                                   |

\* Attach Additional Sheets If Necessary

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