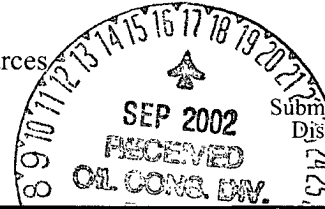


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 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

3004528182

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company BP America Production Company	Contact Brittany Benko
Address 200 Energy Court Farmington, NM 87401	Telephone No. (505) 326-9235
Facility Name Arnaud A #1	Facility Type Wellsite

Surface Owner BLM	Mineral Owner BLM	Lease No. NMSF078513
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LOCATION OF RELEASE

Unit Letter H	Section 17	Township 32N	Range 9W	Feet from the	North/South Line	Feet from the	East/West Line	County San Juan County
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NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 12 bbls	Volume Recovered 10 bbls
Source of Release Steel pit associated with the compressor dump	Date and Hour of Occurrence 09/06/2002 6:00 am	Date and Hour of Discovery 09/06/2002 8:00 am
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
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.*
The steel pit associated with the compressor overflowed due to a blow case water dump that malfunctioned and allowed water to flow to the separator. The pressure in the separator was too low to push the water into the produced water tank. The separator filled up and carried over to the compressor scrubber. An investigation was performed and found that the blowcase failed to operate due to salt buildup inside the controller box. The resulting action items included 1) Inspect all 67 blowcases for evidence of salt build up and 2) On blowcases with evidence of salt buildup, install a coalescing filter and an on-demand dryer. Initially this equipment will be installed on the Arnaud /A/ 1, the Gartner /A/ 11, and the Dawson Gas Com 1 which all have evidence of this problem.

Describe Area Affected and Cleanup Action Taken.*
A water truck immediately removed the produced water out of the cavity between the steel pit and the earthen cellar.

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>Brittany D Benko</i>		OIL CONSERVATION DIVISION	
Printed Name: Brittany D Benko		Approved by District Supervisor: <i>Henry J. [Signature]</i> <i>for Frank Chavez</i>	
Title: Environmental Coordinator		Approval Date: 09/18/02 Expiration Date:	
Date: 09/18/02	Phone: 326-9235	Conditions of Approval: Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

1 DGF 0226128071