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												
AP= 30-045-31274							<b>OPERATOR</b> I				X Final Report	
Name of Co					Contact Kim Champlin							
							Telephone No. (505) 566-7954					
Farmington, NM 87401 Facility Name Salty Dog #3R							Facility Type Salt Water Disposal					
Surface Owner Federal Mineral Owner							Lease No. NM97843					
Surface Owl	iei Feder	ai	/ Ivineral C	Jwner					NO. INIVI97843			
Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line Country MAY25'07												
Unit Letter	Section	Township	Range	Feet from the	North	South Line	Feet from the	East/West Line		ROUD MAY25'07		
A	28	30N	14W	850	North		770	East		San Juan DIV.		
Latitude Longitude												
nici 3												
Type of Release Produced Water  NATURE OF RELEASE  Volume of Release Approx 20 bbl Volume Recovered Approx 15 bbl												
Source of Release Filter Pot						Date and Hour of Occurrence I			Date and Hour of Discovery			
Was Immediate Notice County									7 4:30 PM			
Was Immediate Notice Given?  X Yes □ No □ Not Required						If YES, To Whom?  Brandon Powell- OCD						
By Whom? Lisa Winn							Date and Hour 05/09/07					
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.						
X Yes No						Approximately 10 bbl						
If a Watercourse was Impacted, Describe Fully.*												
Approximately 10 bbl of produced water entered an unnamed wash adjacent to the location. The antecedent moisture content of the soil in the												
wash was high due to recent rain events allowing much of the water entering the wash to be concentrated on the surface and some pooling of water to occur for recovery. Samples were collected along the area of the wash where the impact occurred. XTO is working with the BLM on												
treating the elevated chlorides within the impacted areas with gypsum.												
Describe Cause of Problem and Remedial Action Taken * A lease operator changed the filters on a filter pot on May 8, 2007. After changing the												
filters the air was purged from the pot and the operator left the location. Upon returning in the afternoon, produced water was noticed running												
across the location. He found that he had inadvertently left a one inch ball valve on the bottom of the #1 filter pot open. The valve is used for draining the filter pot before changing the filters. The valve was closed immediately after discovery. Appropriate notifications were made and a												
vac truck dispatched. The water in the pit was pulled and pumped back into the SWD holding tanks.												
	Describe Area Affected and Cleanup Action Taken.*											
A vac truck was used to recover water on location. Samples were collected (attached) and BLM was contacted to determine treatment of affected areas. Gypsum will be applied and worked into the alluvium for displacement of sodium and chloride ions.												
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 envi	ronment. The	acceptan	ce of a C-141 rep	ort by th	e NMOCD m	arked as "Final Re	eport" do	es not rel	eve the operat	tor 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, σ local laws and/or regulations												
OIL CONSERVATION DIVISION												
Signature:	WID		l Ia									
Signature:	1 MAG	~ <del>~\\}</del> ~			Approved by District Supervisor: Brad Pull For: Charlie Persin							
Printed Name	Lisa Wi	nn			другочей ву	District Superviso	OI. O YEA	d Ol	u	<i>Yerrin</i>		
Title: Environmental Coordinator						Approval Da	approval Date: 5-25-07 Expiration Date:					
_		_			Conditions of Approval:							
E-mail Addre	ss: Kim (	namphn(a)x	com						Attached			

Phone: 505-566-7954

05/18/07