

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 30-045-30812

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company XTO Energy Inc.	Contact Kim Champlin	
Address 2700 Farmington Ave, Bldg K, Ste. 1, Farmington, NM 87401	Telephone No. (505) 566-7954	
Facility Name Salty Dog #2	Facility Type Salt Water Disposal	
Surface Owner Federal	Mineral Owner	Lease No. NMSF 079968

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	05	29N	14W	1495	South	1477	East	San Juan

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release Approx 500 bbl	Volume Recovered Approx 80 bbl
Source of Release Pipeline	Date and Hour of Occurrence 07/08/07, time unknown	Date and Hour of Discovery 07/08/07 8:45 PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Brandon Powell- OCD Mark Kelly- BLM	RCVD JUL 24 '07 OIL CONS. DIV.
By Whom? Lisa Winn	Date and Hour 07/09/07 9:00AM	DIST. 3
Was a Watercourse Reached? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse. Approximately 400 bbl	

If a Watercourse was Impacted, Describe Fully.*

Approximately 400 bbl of produced water entered an unnamed dry wash adjacent to the location and traveled approximately 300 yards down the wash. Due to recent dry weather conditions the produced water was absorbed into the wash bed. 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 noticed a water leak on location during a routine visit on July 8, 2007. The leak was discovered in a water can cellar where multiple lines merge. The leaking pipeline was isolated and repaired. Approximately 500 barrels of produced water was released running off location approximately 140 feet into an unnamed dry wash. Appropriate notifications were made and a vac truck dispatched. Approximately 80 barrels of water was recovered from inside the water can cellar. Dry weather conditions caused the rest of the water to be absorbed into the ground on location and in the wash bed.

Describe Area Affected and Cleanup Action Taken.*

A vac truck was used to recover water on location. Samples were collected 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 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>Kim Champlin</i>	OIL CONSERVATION DIVISION	
Printed Name: Kim Champlin	Approved by District Supervisor: <i>Brandon Powell</i>	For: <i>Charlie Perrin</i>
Title: Environmental Assistant	Approval Date: 7-24-07	Expiration Date:
E-mail Address: Kim.Champlin@xtoenergy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 07/20/07	Phone 505-566-7954	

* Attach Additional Sheets If Necessary

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