

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

30-045-32661

OPERATOR Initial Report Final Report

Name of Company XTO Energy Inc.	Contact Lisa Winn
Address 2700 Farmington Ave, Bldg K, Ste. 1 Farmington, NM 87401	Telephone No. (505) 566-7942
Facility Name State Gas Com M #2	Facility Type Gas Well

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

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	16	31N	12W	1335	South	1200	East	San Juan

Latitude 36.8952778 Longitude 108.0958333

NATURE OF RELEASE

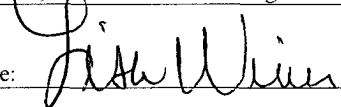
Type of Release Produced Water	Volume of Release Approx 40 bbl	Volume Recovered Approx 40 bbl
Source of Release Water Pit Tank	Date and Hour of Occurrence 07/16/06, time unknown	Date and Hour of Discovery 07/16/06 at 8:55 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Brandon Powell	
By Whom? Lisa Winn	Date and Hour 07/17/06 at approximately 8:00 am	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse NA	

If a Watercourse was Impacted, Describe Fully.*
NA

Describe Cause of Problem and Remedial Action Taken * An XTO Lease Operator discovered water in the cellar around a water pit tank. The compressor wasn't wired to shut down on a high-high water pit tank alarm allowing the well to be compressed causing the casing to unload water overflowing the water pit tank. The compressor has been automated to shut down on a high-high pit alarm.

Describe Area Affected and Cleanup Action Taken.* The produced water was contained within the cellar which provides secondary containment for the pit tank. A vac truck was used to recover the water from the water pit tank cellar and microbes were used in the clean up.

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: Lisa Winn	Approved by District Supervisor:		
Title: Environmental Specialist	Approval Date:	Expiration Date:	
E-mail Address: Lisa Winn@xtoenergy.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date 07/27/06 Phone: 505-566-7942			

* Attach Additional Sheets If Necessary

nBP 06 22254187

