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 Revised October 10, 2003

Form C-141

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action 30-045-30652 **OPERATOR Initial Report** Final Report Contact Kim Champlin Name of Company XTO Energy Inc. Address 2700 Farmington Ave, Bldg K, Ste. 1, Telephone No. (505) 566-7954 Farmington, NM 87401 Facility Name Navajo 13 #1 Facility Type Gas Well Surface Owner Navajo Mineral Owner Lease No. 14-20-603-2198 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County 29N 14W 1300 1230 13 North East San Juan Latitude Longitude NATURE OF RELEASE Type of Release Produced Water Volume of Release Approx 7 bbl Volume Recovered Approx 5 bbl Source of Release Stuffing Box Date and Hour of Discovery Date and Hour of Occurrence 07/13/07, time unknown 07/13/07 10:00 AM Was Immediate Notice Given? If YES, To Whom? RCVD JUL 24'07 OIL CONS. DIV. ☐ Yes ☐ No ☒ Not Required By Whom? DIST. 3 Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No NA If a Watercourse was Impacted, Describe Fully.* NA Describe Cause of Problem and Remedial Action Taken.* TXTO Lease Operator arrived on location on 07/13/07 and noticed water on location. Upon investigation it was discovered that a piece of rubber from the stuffing box had lodged in the water meter turbine causing the flow line to pressure up and stack out the pump. The horses head hit the polished rod clamp on the down stroke bending the well head. The stuffing box packing was damaged by the broken liner causing the stuffing box to release approximately 7 barrels of produced water. It was all contained on location. Appropriate notifications were made and a vac truck dispatched. Approximately 5 barrels of produced water was recovered. Describe Area Affected and Cleanup Action Taken.* A vac truck was used to recover water on location and repairs were made to the stuffing box packing, polished rod and well head. 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 OIL CONSERVATION DIVISION Kim Champlin Signature. Approved by District Supervisor. Printed Name: Kim Champlin Approval Date: 7-24-07 Title: Environmental Assistant **Expiration Date:**

07/23/07

Date

E-mail Address: Kim Champlin@xtoenergy.com

Phone: 505-566-7954

Attached

Conditions of Approval:

^{*} Attach Additional Sheets If Necessary