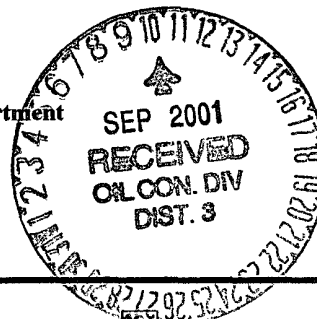


District I - (505) 393-6161
P.O. Box 1980
Hobbs, NM 88241-1980
District II - (505) 748-1283
811 South First
Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Road
Aztec, NM 87410
District IV - (505) 827-7131

State of New Mexico
Energy Minerals and Natural Resources Department
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131



Form C - 141
Originated 2/13/97

Submit 2 copies to
Appropriate District
Office in accordance
with Rule 116 on
back side of form

Release Notification and Corrective Action

OPERATOR

Name Phillips Petroleum Company	Contact Robert A. Wirtanen
Address 5525 Hwy. 64, Farmington, New Mexico 87401	Telephone Number (505) 599-3462
Facility Name San Juan 32-7 #19	Facility Type Blanco Mesaverde wellsite

Surface Owner BLM	Mineral Owner State of NM API well # 30-045-60030	Lease No SF-078996
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LOCATION OF RELEASE

Unit Letter N	Section 4	Township 31N	Range 7W	Feet from the 990	North/South Line South	Feet from the 1650	East/West Line West	County San Juan
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NATURE OF RELEASE

Type of Release produced water (which was delivered from Phillips wellsite 32-7 #222) and was about to be used for completing this well	Volume of Release 120 bbls	Volume Recovered none
Source of Release 160 bbl water storage tank connected to a 1" valve left open on a centrifugal pump owned by Key Energy which was on-site for a well completion (rig 40)	Date & Hour of Occurrence between 1900 hr on 9/4 and 0745 hr on 9/5	Date & Hour of Discovery 09/05/2001 0745 hr
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not required	If YES, To Whom? NMOCD-Denny Faust by e-mail & fax; Mark Kelly by fax & tele State Land Office - Richard Gallegos 4601 College Blvd; Fmtn, 326-5716	
By Whom? Robert Wirtanen - Sr. EHS Spclst.	Date and Hour 09/06/2001 1300 hr	
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 (Attach additional sheets if necessary)
Spilled water did not reach a watercourse.

Describe cause of problem and remedial action taken (Attach additional sheets if necessary)

a 160 bbl water storage tank was on-site for an upcoming wellsite completion by Key Energy's Rig 40 for Phillips Petroleum; Key Energy driver in truck #1545 left the site at 1900 hr on the 5th while leaving a 4" valve open to a "plumbed-in" centrifugal pump; there also happened to be a 1" valve in the "open" position on the pump, and this is where the water was discharged when pressures equalized after the driver left

Describe area affected and cleanup action taken (Attach additional sheets if necessary)

E-mail photos attached. No clean-up deemed necessary at this time.

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>Robert A. Wirtanen</i>	OIL CONSERVATION DIVISION	
Printed Name original signed by..... Robert A. Wirtanen	Approved by District Supervisor <i>Denny Faust for Frank Chavez</i>	
Title Sr. Safety & Environmental Specialist	Approval Date 9/14/01	Expiration Date
Date 09/06/2001	Phone 505-599-3462	Conditions of Approval <input type="checkbox"/> Attached <input type="checkbox"/>

NDGF 0125727630



LOCATION NAME: 32-7 # 19 Water Spill
LEGAL LOCATION: SW 1/4 Section 4 T31N R7W
DATE DRAWN: 09/05/2001
BY: Virgil Chavez

SKETCH #

SJ 32-7 # 216



Access Road

225'

200'

Origin of Spill
Key Rig # 40

Pump

Rig Pit

Spill Area

Wellhead

100'

Pinon / Juniper

Entrance

Drainage

