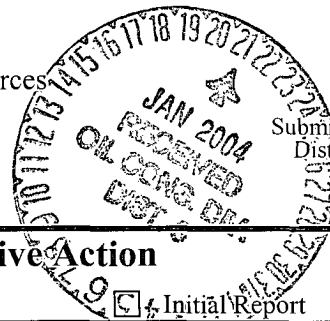


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

OPERATOR

Name of Company	ConocoPhillips Company	Contact	Monica D. Olson
Address	5525 Hwy. 64, Farmington, NM 87401	Telephone No.	505-599-3458
Facility Name	Lucerne #1E	Facility Type	Producing Gas Well
Surface Owner	Federal	Mineral Owner	State
		Lease No.	NM-010063
		API # 30-045-24333	

☐ Initial Report ☒ Final Report

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	8	T28N	R11W	1100'	South	1540'	East	San Juan

Latitude 36° 40' 21" Longitude 108° 1' 22"

NATURE OF RELEASE

Type of Release - Produced water and condensate	Volume of Release - 10 BBL prod. water and 5 gal condensate	Volume Recovered - none
Source of Release: Condensate tank leak (bottom seam)	Date and Hour of Occurrence 12/30/03	Date and Hour of Discovery 12/30/03 at 4:30 p.m.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Denny Foust - OCD - 12/31/03 via email Mark Kelly - BLM - 12/31/03 via email	
By Whom? Monica Olson	Date and Hour - 12/31/03 - 3:00 p.m.	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* **The 300 BBL condensate tank developed a leak in the bottom seam, resulting in a spill of 10 BBL produced water and 5 gallons of condensate. All fluids remained within the bermed area.**

Describe Area Affected and Cleanup Action Taken.* **All fluids remained within the bermed area. The condensate tank was moved off location for repairs and a new tank was installed. The stained dirt was dug up and raked out, a liner was installed, new gravel was brought in, and new berm walls were constructed.**

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>Monica D. Olson</i>	OIL CONSERVATION DIVISION	
Printed Name: Monica D. Olson	Approved by District Supervisor: <i>Denny Foust</i> <i>for Frank Chavez</i>	
Title: Safety, Health, Environmental, & Regulatory Technician	Approval Date: <i>1/30/04</i>	Expiration Date:
E-mail Address: monica.olson@conocophillips.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 1/19/04	Phone: 505-599-3458	

* Attach Additional Sheets If Necessary

NDGF0403041805