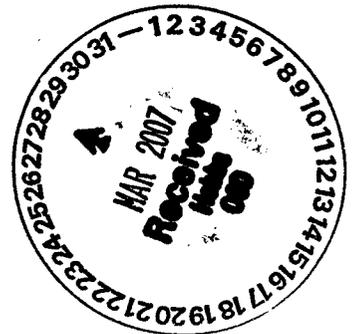


1162

XTO ENERGY
SEMU #104
Flowline Leak
Unit I, Sect. 30, T. 17 S., R. 33 E.
GPS: 32 48' 13" N 103 41' 42" W

FINAL REPORT



Prepared by
Eddie Seay Consulting
March 2007

March 28, 2007

NMOCD Environmental
ATTN: Chris Williams
1625 N. French Drive
Hobbs, NM 88240

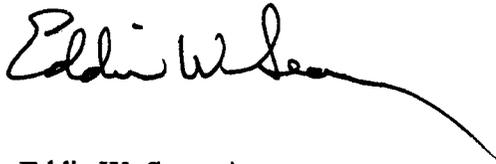
RE: XTO Energy
SEMU #104
Flowline Leak - OCD #1162

Mr. Williams:

XTO has finished with the closing of the leak as approved. We have installed a 12 mil. plastic liner on bottom of excavation and backfilled site. (see photos)

This should finalize the closure to the site. If you have any questions, please call.

Sincerely,

A handwritten signature in black ink that reads "Eddie W. Seay". The signature is written in a cursive style and extends to the right with a long, sweeping tail.

Eddie W. Seay, Agent
Eddie Seay Consulting
601 W. Illinois
Hobbs, NM 88242
(505)392-2236
seay04@leaco.net

cc: XTO Energy
Gene Hudson









NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

3/07/2007

Eddie Seay Consulting
On behalf of XTO Energy
601 W. Illinois
Hobbs, NM 88242

Re: XTO SEMU #104 Flowline Leak

Dear Eddie:

New Mexico Oil Conservation Division (OCD) personnel reviewed the closure report submitted by Eddie Seay Consulting on behalf of XTO Energy (XTO) for the site referenced above. The closure is hereby approved according to information provided.

Please be advised that OCD approval does not relieve XTO of liability should operations result in contamination of surface water, groundwater, or the environment. In addition, OCD approval does not relieve XTO of responsibility for compliance with other federal, state or local laws and or regulations.

If you have any questions or need assistance please write or call: 505-393-6161 ext. 102, or e-mail chris.williams@state.nm.us.

Sincerely,

NMOCD District1 Supervisor

1162

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 Initial Report Final Report

Name of Company <i>XTO Energy</i>	Contact <i>Gene Hudson</i>
Address <i>Box 700 Eunice NM 99251</i>	Telephone No. <i>441-1634</i>
Facility Name <i>SEM4 #104</i>	Facility Type <i>Flowline</i>

Surface Owner	Mineral Owner <i>XTO</i>	Lease No.
---------------	--------------------------	-----------

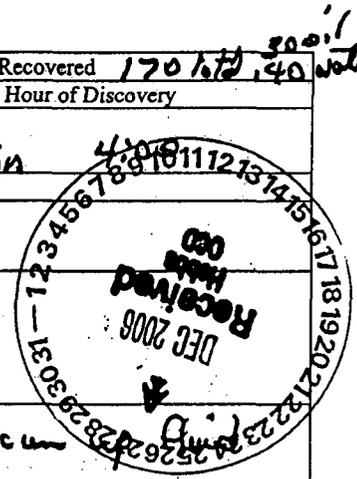
LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<i>I</i>	<i>30</i>	<i>17</i>	<i>33</i>					<i>Lea</i>

Latitude *32° 48' 13"* Longitude *103° 41' 42"*

NATURE OF RELEASE

Type of Release <i>oil + water Production</i>	Volume of Release <i>300 lbs</i>	Volume Recovered <i>170 lbs, 40 water</i>
Source of Release <i>Flowline</i>	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>Call OGD Pat Caperton</i>	
By Whom? <i>Gene Hudson</i>	Date and Hour	
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.*
3 in flowline split, losing water + oil. shut well in vacuum replace flowline.

Describe Area Affected and Cleanup Action Taken.*
approximately a 200 x 200 ft area affected. Used backhoe to dig area + mix soil + stabilize; will file Work Plans for remediation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC 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 NMOC 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, NMOC 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>Eddie W Sean</i>	<u>OIL CONSERVATION DIVISION</u>	
Printed Name: <i>Eddie W Sean</i>	Approved by District Supervisor:	
Title: <i>Agent</i>	Approval Date:	Expiration Date:
E-mail Address: <i>sean_04@leaco.net</i>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <i>12/27/04</i>	Phone: <i>505 390 3454</i>	

* Attach Additional Sheets If Necessary

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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 Initial Report Final Report

Name of Company XTO Energy	Contact Gene Hudson
Address Box 700 Eunice NM 88231	Telephone No. 441-1634
Facility Name SEMU #104	Facility Type Flowline

Surface Owner	Mineral Owner XTO	Lease No.
---------------	--------------------------	-----------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	3D	17	33					

Latitude **32° 49' 13"** Longitude **103° 41' 42"**

NATURE OF RELEASE

Type of Release oil + water Production	Volume of Release 300 lbs	Volume Recovered 170 lbs
Source of Release Flowline hole in pipe	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Pat Caperton	
By Whom? Gene Hudson	Date and Hour	
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.*

3in flowline split losing approx 300lbs; vacuumed up 170 lbs; mixed soil in place to stabilize. Replace flowline.

Describe Area Affected and Cleanup Action Taken.*

Excavated approx 1600 cu yds of contaminated soil, took to OGD facility. replaced with clean soil + plastic liner as OGD required. find

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

Signature: Eddie W Seay	Approved by District Supervisor:	
Printed Name: Eddie W Seay	Approval Date:	Expiration Date:
Title: Agent	Conditions of Approval:	
E-mail Address: seay 04 @ leaco . net	Attached <input type="checkbox"/>	
Date: 3/28/07 Phone: 392-2236		

* Attach Additional Sheets If Necessary