

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 ConocoPhillips Company	Contact Kenneth N. Andersen
Address 4001 Penbrook, Odessa, TX 79762-5917	Telephone No. 505.391.3158
Facility Name SEMU BMT Water Gathering System	Facility Type Oil and Gas

Surface Owner BLM	Mineral Owner BLM	Lease No LC - 031670B
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LOCATION OF RELEASE

Unit Letter D	Section 29	Township 20S	Range 38E	Feet from the	North/South Line	Feet from the	East/West Line	County Lea Co.
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Latitude **32.55056N** Longitude **-103.17687W**

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 15 bbl (0 oil, 15 water)	Volume Recovered (0 oil, 4 water)
Source of Release 4" fiberglass produced water transfer line	Date and Hour of Occurrence 07/21/2006 0930hrs	Date and Hour of Discovery 07/21/2006 1000hrs
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	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.*

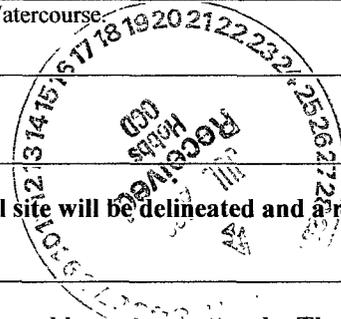
Describe Cause of Problem and Remedial Action Taken.*

The 4" fiberglass produced water transfer line failed due to unknown causes. The spill site will be delineated and a remediation plan will be submitted to the NMOCD & BLM for approval.

Describe Area Affected and Cleanup Action Taken.*

The spill affected 21'X270' of dry caliche road. Four bbls of produced water was recovered by a vacuum truck. There were no cows present.

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>Kenneth N. Andersen</i>	OIL CONSERVATION DIVISION	
Printed Name: Kenneth N. Andersen	Approved by District Supervisor: <i>Enjido Ege</i>	
Title: HSER PSM Lead	Approval Date: 6-26-07	Expiration Date:
E-mail Address: ken.n.andersen@conocophillips.com	Conditions of Approval: Submit Final C-141	Attached <input type="checkbox"/>
Date: 07/27/2006 Phone: 505.391.3158	by 8/26/07	

- Attach Additional Sheets If Necessary

RP# 1446