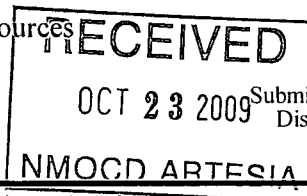


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

30-015-25333
NMB0930038301

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name Stephens & Johnson Operating Co. 19958	Contact William M. Kincaid
Address P.O. Box 2249 Wichita Falls, Texas 76307-2249	Telephone No. [940] 723-2166
Facility Name Mobil 22 Federal No. 6	Facility Type Producing Oil Well

Surface Owner J. G. Ross, Jr.	Mineral Owner MMS (Federal)	Lease No. NM-22634
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LOCATION OF RELEASE

Unit Letter K	Section 22	Township 26S	Range 29E	Feet from the 2260	North/South Line South	Feet from the 2310	East/West Line West	County Eddy
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Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Stuffing Box Leak	Volume of Release 2 bbls	Volume Recovered None
Source of Release Wellhead	Date and Hour of Occurrence 10-14-09	Date and Hour of Discovery 10-14-09
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. *

Stuffing box leaking. Stuffing box packing replaced to stop leak.

Describe Area Affected and Cleanup Action Taken. *

A small area around wellhead and confined to well location was contaminated with oil and water. All contaminated soil was removed and replaced with new soil on 10-16-09.

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: <u>William M. Kincaid</u>	OIL CONSERVATION DIVISION	
Printed Name: William M. Kincaid	Approved By: <u>Mike Benavides</u> District Supervisor	
Title: Petroleum Engineer	Approval Date: OCT 27 2009	Expiration Date:
E-mail Address: mkincaid@sjoc.net	Conditions of Approval: <u> </u>	Attached <input checked="" type="checkbox"/>
Date: 10-20-09	Phone: [940] 723-2166	

* Attach Additional Sheets If Necessary

NMB0930040893

2AP-357

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Stephens & Johnson Operating Co.
PO Box 2240
Wichita Falls, TX 76307-2249
ATTN: William M. Kincaid

October 27, 2009

Reference: Mobil 22 Fed 006 30-015-25333 K-22-26s-29e Eddy County, New Mexico

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an initial report Form C-141 reporting a release of produced fluids at or near the above referenced well site. The release was observed during a routine inspection by OCD personnel on October 14, 2009, resulting in OCD issuing a Letter of Violation (LOV). Please submit a corrective action work plan proposal (plan) for remediation and/or clean up of contaminants that may be present at this site. The plan is to be formulated based on **vertical and horizontal delineation** of contamination, site ranking, and OCD rules, regulations and guidelines.

A publication is available to you on the OCD website to aid in formulation of this plan. The publication may be found as follows:

<http://www.emnrd.state.nm.us/ocd>

Click on each of the following items as they appear:

- Publications
- Environmental Handbook
- Miscellaneous Guidelines
- Remediation of Leaks, Spills and Releases

Please submit this plan to the OCD District 2 Office not later than **November 27, 2009**. Please include any remedial or clean up actions that may have already been performed to mitigate impact from this release.

Clean up/remediation requirements may be subject to other federal, state, local laws and/or regulations.

Sincerely,

Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 88210
575-748-1283 Ext.108
mike.bratcher@state.nm.us

2RP-357

Distribution: Email to William M. Kincaid (Stephens & Johnson), Ron Harvey (OCD)



Bratcher, Mike, EMNRD

From: System Administrator
To: Harvey, Ronald, EMNRD
Sent: Tuesday, October 27, 2009 3:07 PM
Subject: Delivered: Mobil 22 Fed No 6

Your message

To: mkincaid@sjoc.net
Cc: Harvey, Ronald, EMNRD
Subject: Mobil 22 Fed No 6
Sent: 10/27/2009 3:06 PM

was delivered to the following recipient(s):

Harvey, Ronald, EMNRD on 10/27/2009 3:07 PM

Bratcher, Mike, EMNRD

From: postmaster@State.nm.us
Sent: Tuesday, October 27, 2009 3:08 PM
To: Bratcher, Mike, EMNRD
Subject: Delivery Status Notification (Relay)
Attachments: ATT220108.txt; Mobil 22 Fed No 6

This is an automatically generated Delivery Status Notification.

Your message has been successfully relayed to the following recipients, but the requested delivery status notifications may not be generated by the destination.

mkincaid@sjoc.net

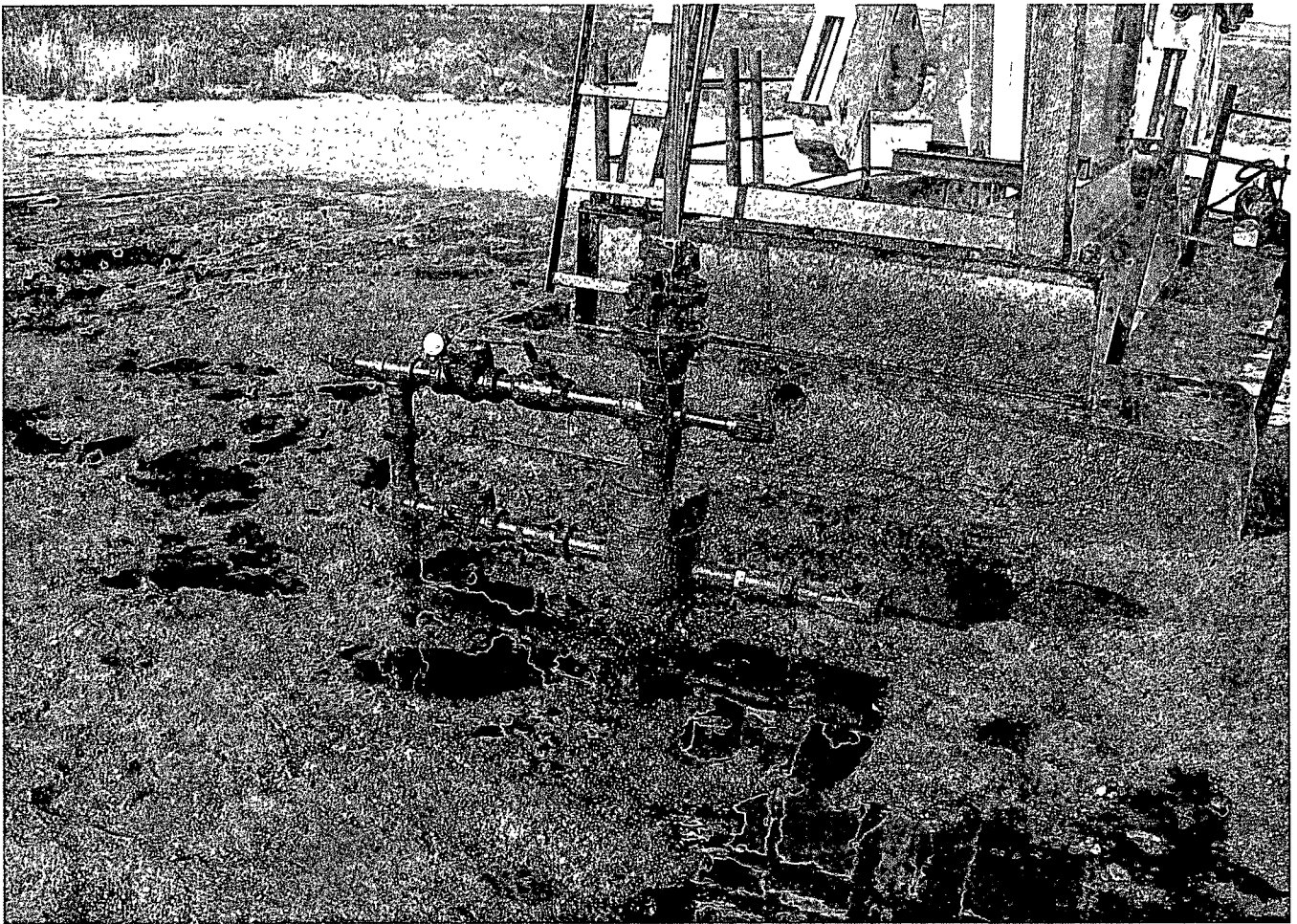
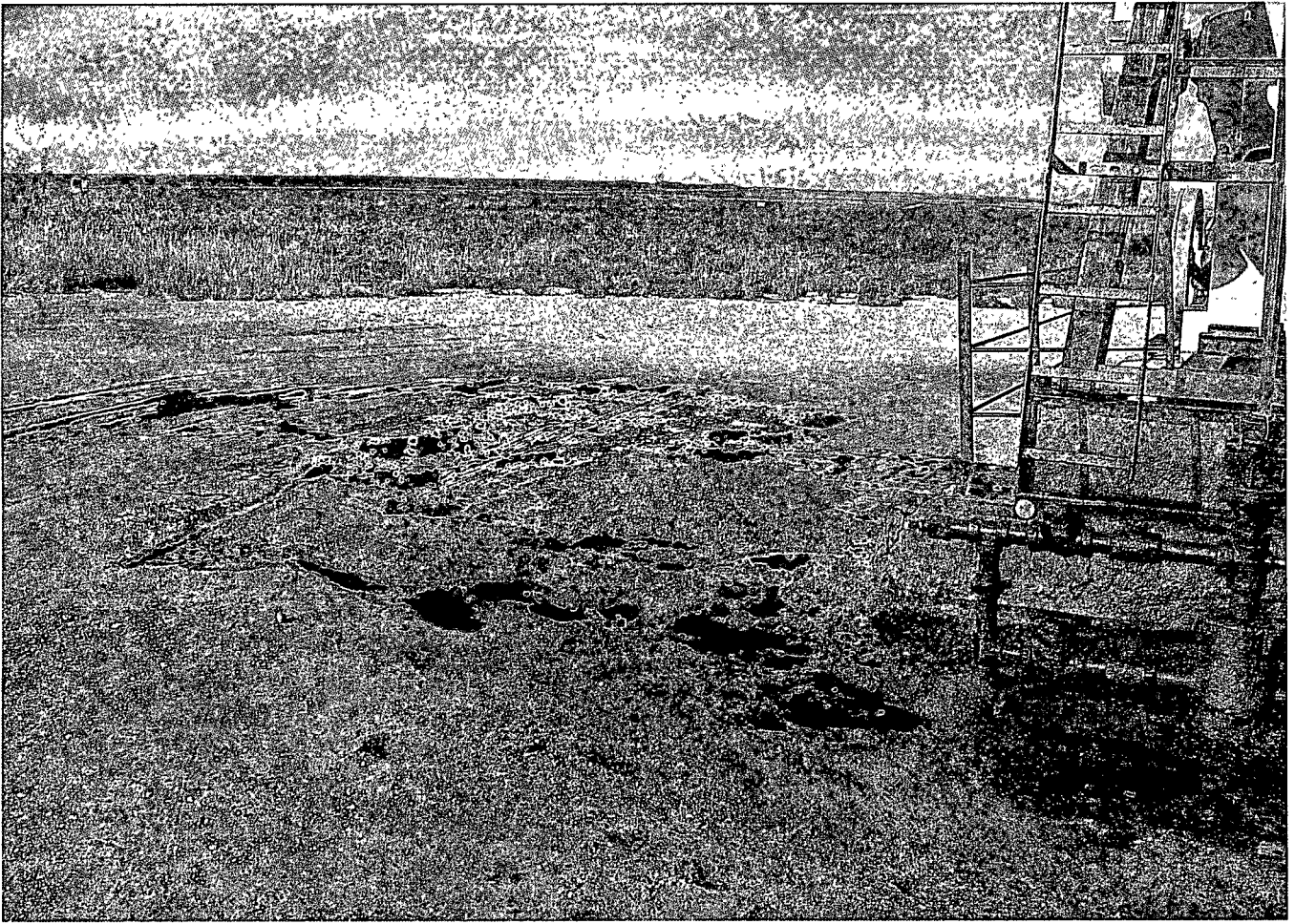
Bratcher, Mike, EMNRD

From: Mike Kincaid [MKincaid@sjoc.net]
To: Bratcher, Mike, EMNRD
Sent: Tuesday, October 27, 2009 3:09 PM
Subject: Read: Mobil 22 Fed No 6

Your message

To: MKincaid@sjoc.net
Subject:

was read on 10/27/2009 3:09 PM.



Stephens & Johnson Op. Mobil 22 Fed #6 015-25333 10/14/69 Photo # 736 & 737 K-22265-29e



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Response Required – Deadline Enclosed

Field Inspection Program

"Preserving the Integrity of Our Environment"

14-Oct-09

STEPHENS & JOHNSON OP CO

PO BOX 2249

WICHITA FALLS TX 76307

LOV NO. 02-09-091

COPY FROM WELL FILE

LETTER OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

MOBIL 22 FEDERAL No.006

K-22-26S-29E

30-015-25333-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/14/2009	Routine/Periodic	Ron Harvey	Yes	No	10/30/2009	iREH0928752681

Comments on Inspection: Fresh hydrocarbon release at well head. Pooled around well head and running north and south on location. Violation of NMAC 19.15.29. Operator must submit C-141 to OCD District II office no later than 10-30-2009. Work plan may be required. Moderate stuffing box leak. Small stockpile of contamination soil on location without liner. PJO. Photos taken.

COPY FROM WELL FILE