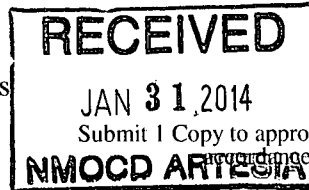


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 August 8, 2011

Release Notification and Corrective Action

n HMP140 712 7759

| | | |
|--|---------------------------|-----------------------------------|
| Name of Company: ConocoPhillips <i>217817</i> | | Contact: Jose A Zepeda |
| Address: 1410 N West County Road | | Telephone No. 575-391-3165 |
| Facility Name: James E Federal Upper Battery | | Facility Type: Battery |
| Surface Owner: Federal Lease | Mineral Owner: N/A | API No. 30-015-26645- |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| | 12 | 22S | 30E | | | | | Eddy |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release: OIL | Volume of Release: 61.58 | Volume Recovered: 60.00 |
| Source of Release: Tank | Date and Hour of Occurrence 01/29/2014 ~0940am | Date and Hour of Discovery SAME |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Geoffrey Leking | |
| By Whom? Jose A Zepeda | Date and Hour: 01/30/2014 ~1107am Left Voice Mail | |
| 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.*

N/A

Describe Cause of Problem and Remedial Action Taken.* On 01/29/13 @ ~0940 @ the James E Upper Battery there was an accidental discharge. Air compressor supplying dumps control pressure failed causing dump controllers to not react to incoming fluids, liquid levels in production vessel rose and pushed production fluids over the top in to sales gas line. Facility vent opened sending fluids into the facility emergency overflow tank. Fluids breached top of the tank spilling in the dike area and onto local pasture. Diked area 25' x 27' x 2" equaling 61.25bbls affected pasture 180' x 4' x 0.5" equaling 0.33 bbls total fluids recovered by vacuum truck 60 bbls. Spill site will be remediated in accordance with COPC and NMOCD guidelines. The incident is under investigation.

Describe Area Affected and Cleanup Action Taken.*

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>JOSE A ZEPEDA</i> | | OIL CONSERVATION DIVISION | |
| Printed Name: Jose A Zepeda | | Approved by Environmental Specialist: <i>[Signature]</i> | |
| Title: LEAD HSE | | Approval Date: <i>3/12/14</i> | Expiration Date: |
| E-mail Address: Jose. A. Zepeda@conocophillips.com | | Conditions of Approval: | |
| Date: 01/30/2014 Phone: 575-391-3158 | | Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION | |
| | | Attached <input type="checkbox"/> | |

* Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:

4/12/14

2 RP 2197