ARTESIA DISTRICT District 1 State of New Mexico SEP 07 2016 1625 N. French Dr., Hobbs, NM 88240 Form C-141 **Energy Minerals and Natural Resources** Revised August 8, 2011 District II 811 S. First St., Artesia, NM 88210 RECEIVER to appropriate District Office in RECEIVERCORD with 19.15.29 NMAC. District III Oil Conservation Division 1000 Rio Brazos Road, Aztec, NM 87410 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe. NM 87505 **Release Notification and Corrective Action** 1625332486 **OPERATOR** Initial Report Final Report Name of Company: XTO Energy, Inc. Contact: Dudley McMinn Address: 500 W. Illinois Ave., Suite 100, Midland, TX 70701 Telephone No.: (432) 682-8873 Facility Type: Tank Battery (Equipment Removed) Facility Name: Nash Draw Unit Battery #9 Surface Owner: Federal Mineral Owner: Federal API No. 30-015-26991 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County: Eddy 23S 2210 East В 13 29E 860 North Latitude 32.309722 Longitude _-103.936944 NATURE OF RELEASE Volume of Release: Unknown Type of Release: Crude Oil/Produced Water Volume Recovered: None Source of Release: Spills Date and Hour of Occurrence Date and Hour of Discovery 07-20-2016 Unknown If YES, To Whom? Was Immediate Notice Given? □ Yes □ No 🛛 Not Required Date and Hour By Whom? Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes 🛛 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Hydrocarbons and chloride in soil due to historic use of tank battery reported in soil samples by laboratory following removal of tanks and equipment. Will remediate to OCD and BLM requirements. Describe Area Affected and Cleanup Action Taken,* Affected soil to be excavated, treated onsite treatment or disposed offsite at OCD approved facility. Refer to attached analytical data summary. 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: Approved by Environmental Specialist: Printed Name: Luke Williams Expiration Date: Approval Date: Title: EH&S Coordinator Conditions of Approval: E-mail Address: Luke Williams@xtoenergy.com Remediation per O.C.D. Rules & Guidelines SUBMIT REMEDIATION PROPOSAL NO Date: 09-07-2016 Phone: (432) 683-8873 2RD-3876

LATER THAN:

NM OIL CONSERVATION

* Attach Additional Sheets If Necessary