<u>District I</u> 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

Revised April 3, 2017

Form C-141

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action **OPERATOR** Final Report Initial Report Name of Company: XTO Energy / BOPCO260737 Contact: Kyle Littrell Address: 522 W Mermod, Suite 704, Carlsbad, NM 88220 Telephone No. 432-221-7331 Facility Name James Ranch Unit 76 Facility Type Exploration and Production Surface Owner State of New Mexico Mineral Owner State of New Mexico API No. 30-015-37063 LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County Lot 5 23S 31E **EDDY** Latitude N 32.335694 **Longitude** -103.823671 NAD83 NATURE OF RELEASE Type of Release Oil and Produced Water Volume of Release 4 bbl Volume Recovered 3.5 bbl produced water, 1.51 bbl oil produced water, 1.5 bbls oil Source of Release 2 7/8" flow line Date and Hour of Occurrence Date and Hour of Discovery 4/9/2018 11 00 AM 4/9/18, AM Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required By Whom? Date and Hour N/A Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* Release was due to corrosion on buried flowline. Flowline was repaired and facility returned to production. Describe Area Affected and Cleanup Action Taken.* Fluid flowed southwest down the lease road and settled at the entrance of the well pad. A vac truck was dispatched and removed 5 bbl, with .51 bbl remaining in the caliche. An environmental crew has been retained to remediate location. LTE excavated soil and collected 18 soil samples from April 24 to June 11, 2018, to confirm compliance with the NMOCD site-specific ranking criteria for BTEX, TPH, and chloride. XTO requests no further action for the release. 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: Kyle Littrell Title. SH&E Coordinator Approval Date: 08/23/18 Expiration Date: N/A E-mail Address: Kyle_Littrell@xtoenergy.com Conditions of Approval: Attached N/A

Phone:

Date: 8/01/2018

^{*} Attach Additional Sheets If Necessary