HM GIL CONSERVATION ARTESIA DISTRICT

1625 N. French Dr., Hobbs, NM 88240 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 JAN 26 (017

Form C-141 Revised August 8, 2011

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

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

Release Notification and Corrective Action OPERATOR Initial Report Final Report rgy Inc/RKI Contact Karolina Blaney 5315 Buena Vista Dr. Telephone No. 970 589 0743 Facility Name: PIT SWD 001 Facility Type: Well Pad Surface Owner: Fee Mineral Owner: Fee API No. 30- 015-20993 LOCATION OF RELEASE Unit Letter Section Feet from the North/South Line Feet from the East/West Line County Township Range **FWL 23S** 27E 832 **FNL** Eddy Latitude: 32.33895587N Longitude: -104.19677819W NATURE OF RELEASE Type of Release. Produced Water Volume of Release: 16 Bbls Volume Recovered: 16 Bbls Source of Release Date and Hour of Occurrence Date and Hour of Discovery Transfer pump 1/14/2017 1/14/2017 - 8:30 hrs MT Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required NMOCD Crystal Weaver & Michael Bratcher, By Whom? Karolina Blaney Date and Hour: 1/14/2017 - 15:15 hrs MT 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.* The cause is mechanical failure; transfer pump failed which resulted in overfilling a tank. 16 bbls of produced water was spilled inside lined SPCC containment. All of the fluids were recovered. None of the fluids have left the containment. Describe Area Affected and Cleanup Action Taken.* The environment was not impacted by this spill. All fluids were contained inside lined SPCC containment. 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 Kambina Blanes Signature: Approved by Environmental Specialist: Printed Name: Karolina Blaney Expiration Date: Approval Date: Title: Environmental Specialist Conditions of Approval: E-mail Address: Karolina.blaney@wpxenergy.com Attached **SEE BELOW:** Date: 1/26/2017 Phone: 970-589-0743

* Attach Additional Sheets If Necessary

2RP- 4/33

COA: It is OCD's understanding that all impacted material has been removed/replaced, the liner cleaned and inspected for integrity.