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 HOBBG Minerals and Natural Resources

Form C-141 Revised August 8, 2011

Oil Conservation Division JAN 1 3 201220 South St. Francis Dr. Santa Fe NM 87505

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

			Refe	Ease VNO tific		and Cc		ction		······			
							OPERATOR Initial Report S Final Rep						
							Contact Kenny Kidd						
						Telephone No. 575- 513-8545							
							Facility Type SWD						
Surface Owner Mineral Owner							API No. 30-025-36425						
						OF REI	LEASE						
Unit Letter J							h/South Line Feet from the Ea SOUTH 1650		/est Line AST	County LEA	-		
	Latitude: Longitude: NATURE OF RELEASE												
NATURE OF RELEASE Type of Release Produced Water Volume of Release 1560 BBLS Volume Recovered 30 BBLS													
Type of Release Produced Water Source of Release							Volume of Release 1560 BBLS Volume Recovered 30 BBLS Date and Hour of Occurrence Date and Hour of Discovery						
The collar around an 8" fiberglass water line had						8/13//14 4:00 PM 8/14/14 4:00 PM							
Was Immediate Notice Given?							If YES, To Whom?						
			Yes 🗌	Kenny Kidd-Foreman/Jerry Mathews-Superintendent/Hobbs OCD-left message/BLM-Jeff Robertson									
By Whom? Matt Nettles						Date and Hour 8/14/14 4:00 PM							
Was a Watercourse Reached?							If YES, Volume Impacting the Watercourse.						
If a Watercourse was Impacted, Describe Fully.*													
Describe Cause of Problem and Remedial Action Taken.*													
The collar around an 8" fiberglass water line separated causing an estimated 1560 bbls of produced water to be released. Describe Area Affected and Cleanup Action Taken.* The lease operator discovered the leak causing an estimated 1560 bbls of produced water to be released outside of location and onto pasture, the north side of the north west corner. Approximately 30 bbls of produced water was recovered. The well was shut in and all lines coming to the SWD were shut off. All necessary parties were notified. The water line was repaired.													
The impacted area was excavated to a depth of 4 feet deep and a 20 mil liner was installed. The contaminate soil was transported to Lea Land LLC, an approved disposal facility. The excavated area was backfilled with clean sand that was obtained by the owner and placed on top of the liner. The area was contoured to match the surrounding location and seeded with BLM #2 seed mix for sand soil.													
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: Corina Moya							OIL CON	<u>SERV</u>	ATION	-DIVISIO	<u> NC</u>		
							Approved by Environmental Specialist:						
Title: Field Admin Support						Approval Date: 1-13-15 Expiration Date:					·		
E-mail Address: corina.moya@dvn.com						Conditions of Approval:				Attached			
Date: January	13, 2015		~ /RP-32					32 A	, ,				

Date: January 13, 2015 * Attach Additional Sheets If Necessary

JAN 1 5 2015