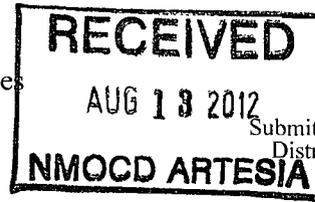


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 October 10, 2003
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

NMLB1205450496 OPERATOR Initial Report Final Report

Name of Company : Devon Energy	Contact : Merle Lewis	
Address : PO Box 250, Artesia, NM 88211	Telephone No. :	
Facility Name : Hackberry 18 Federal #1	Facility Type: Gas Battery	
Surface Owner	Mineral Owner:	Lease No. : API #30-015-29780 2RP-1042

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	18	19S	31E	660'	FSL	1980'	FEL	EDDY

Latitude 32.654948 N Longitude -103.906560 W

NATURE OF RELEASE

Type of Release : Oil & Salt Water	Volume of Release : 218 bbls Oil / Unknown bbls Salt Water	Volume Recovered: 103 bbls Oil / 220 bbls Salt Water
Source of Release : Downhole Well to Well Communication Issue	Date and Hour of Occurrence: 2/9/12 10:00 am	Date and Hour of Discovery: 2/9/12 10:00 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? NMOCD/ Mike Bratcher BLM / Jim Amos	
By Whom?	Date and Hour : NMOCD 2/10/12 2:14 pm; BLM 2/10/12 2:00 pm	
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.*

Describe Cause of Problem and Remedial Action Taken.* On February 9, 2012 a lease operator discovered a release of 218 barrels of oil and an unknown amount of produced water caused by a downhole communication issue between the Hackberry 18 Federal No. 1 well and the Arcturus 18 Federal Com No. 4H well that was undergoing hydraulic fracture stimulation. The Hackberry 18 Federal No.1 well was isolated to stop the flow of mixed fluids. A vacuum truck was immediately called to the location and recovered 103 barrels of oil and 220 barrels of produced water. A fence was subsequently erected around the release area located south of the tank battery which measured approximately 200-feet long by 350-feet wide.

Describe Area Affected and Cleanup Action Taken.* Talon/LPE was contracted for the correction of the release. The impacted areas were excavated to a depth of between 0.5- 2 feet deep in areas, analytical testing was completed and the impacted soil was transported to CRI, an approved disposal facility. The excavated areas were backfilled to grade with new material transported from a local borrow pit, contoured to match existing terrain and seeded with BLM seed mix #2 & #4.

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>Merle Lewis</i>	OIL CONSERVATION DIVISION	
Printed Name: Merle Lewis	Signed By: <i>Mike Bratcher</i> Approved by District Supervisor:	
Title: Production Forman	Approval Date: AUG 16 2012	Expiration Date: <i>N/A</i>
E-mail Address: merle.lewis@dvn.com	Conditions of Approval: <i>N/A</i> <i>Final</i>	Attached <input type="checkbox"/>
Date: 7/18/2012 Phone:		

* Attach Additional Sheets If Necessary

2RP-1042