

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

**RECEIVED**  
AUG 06 2012  
NMOCD ARTESIA

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 August 8, 2011

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

**Release Notification and Corrective Action**

*nJMW 1222239520* OPERATOR  Initial Report  Final Report

Name of Company <b>SM ENERGY COMPANY</b> <i>134903</i>	Contact <b>VICKIE MARTINEZ</b>
Address <b>3300 N "A" ST BLDG 7-200 MIDLAND, TX 79705</b>	Telephone No. <b>(432)688-1709</b>
Facility Name <b>PDU TRACT 7/8 30-015-26012</b>	Facility Type <b>BATTERY</b>

Surface Owner **BUREAU OF LAND MANAGEMENT** Mineral Owner **BUREAU OF LAND MANAGEMENT** MPI No. **NMNM88491X**

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	35	19S	29E	660	SOUTH	810	EAST	EDDY

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

Type of Release <b>PRODUCED WATER</b>	Volume of Release <b>50 BBLs</b>	Volume Recovered <b>25 BBLs</b>
Source of Release <b>SALT WATER TRANSFER PUMP</b>	Date and Hour of Occurrence <b>8/1/12 9:48 AM</b>	Hour of Discovery <b>SAME</b>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>JIM AMOS WITH BLM</b>	
By Whom? <b>BILL HEARNE</b>	Date and Hour <b>8/1/12 9:48 AM</b>	
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.* N/A		
Describe Cause of Problem and Remedial Action Taken.* <b>BLEW 3/16" PLUG FROM STUFFING BOX PORT ON PACO 1 1/2" X 1" WATER TRANSFER PUMP. SM ENERGY WILL BE TURNING THIS OVER TO TETRA TECH FOR FURTHER EVALUATION.</b>		
Describe Area Affected and Cleanup Action Taken.* <b>SPILL AREA: 8'X145' = 1160 SQ FT</b>		

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>Vickie Martinez</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: <b>VICKIE MARTINEZ</b>	Approved by Environmental Specialist: <b>Signed By</b> <i>Mike Bernier</i>	
Title: <b>ENGINEER TECH II</b>	Approval Date: <b>AUG 09 2012</b>	Expiration Date:
E-mail Address: <b>VMARTINEZ@SM-ENERGY.COM</b>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <b>08/02/2012</b>	Phone: <b>(432)688-1709</b>	

\* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**

**2RP-1250**

9/9/12