

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
Energy Minerals and Natural Resources

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
accordance with 19.15.29 NMAC.

FAB1014038811
NAB1014039576

Release Notification and Corrective Action

246289

OPERATOR

Initial Report Final Report

| | | | |
|-----------------|---|-----------------|---------------------|
| Name of Company | WPX Energy Inc/ RKI E&P, LLC | Contact | Lucas Smith |
| Address | 3500 One Williams Center Tulsa, OK 74172 | Telephone No. | 817-727-9716 |
| Facility Name: | East Pecos 22-3 Produced water Gathering Line | Facility Type : | PW Gathering System |

| | | |
|------------------------|------------------------|-------------|
| Surface Owner: Federal | Mineral Owner: Federal | API No. N/A |
|------------------------|------------------------|-------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| | 35 | 26S | 29E | 330 | FNL | 1750 | FWL | Eddy |

Latitude: 32.004234 N Longitude: -103.955950 W

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release: Produced Water | Volume of Release: 55 Bbls | Volume Recovered: 0 Bbls |
| Source of Release ESD at central water gathering shut in putting back pressure on line | Date and Hour of Occurrence 04/15/16 | Date and Hour of Discovery 04/15/16 - 1500hrs MT |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? Spoke to Heather Patterson NMOCD and Jim NM OIL CONSERVATION | |
| By Whom? Lucas Smith | Date and Hour: 05/16/16- 1208hrs MT ARTESIA DISTRICT | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. N/A MAY 18 2016 | |

RECEIVED

Describe Cause of Problem and Remedial Action Taken.*

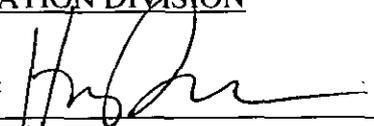
ESD at central water gathering shut in putting back pressure on line. Line ruptured releasing produced water onto BLM right-of-way.

Describe Area Affected and Cleanup Action Taken.*

Produced water traveled approximately 150yds down pipeline right-of-way. Water crossed lease road onto the additional pipeline right-of-way on the southside of the lease road.

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: Lucas Smith | Approval Date: 5/19/16 | Expiration Date: N/A |
| Title: EHS Manager | Conditions of Approval: | |
| E-mail Address: Lucas.smith@wpxenergy.com | Attached <input type="checkbox"/> | |
| Date: 04/18/16 | Phone: 817-727-9716 | |

* Attach Additional Sheets If Necessary

2RD-3700

Patterson, Heather, EMNRD

From: Smith, Lucas <Lucas.Smith@wpxenergy.com>
Sent: Wednesday, May 18, 2016 8:44 AM
To: Patterson, Heather, EMNRD; stucker@blm.gov
Subject: WPX Energy/RKI E&P C-141 (East Pecos 22-3 produced water gathering line rupture)
Attachments: NM_Polyline_InitialC141(061716).doc

Ladies, please see attached C-141. We have asked Enviroclean to collect samples and prepare a scope of work. Please feel free to give me a call if you have any questions (Please call cell #). Thank you both for your assistance!

Lucas Smith
Environmental Health and Safety Manager
WPXENERGY.

539-573-0176 (Office)
817-727-9716 (Cell)
lucas.smith@wpxenergy.com

Quote: "In any moment of decision, the best thing you can do is the right thing. The worst thing you can do is nothing." *Theodore Roosevelt 26th U.S. President*