

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88211
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OCD

NOV 07 2012

RECEIVED

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 March 17, 1999

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

Release Notification and Corrective Action

OPERATOR Initial Report Final Report

| | |
|--|----------------------------|
| Name of Company Devon Energy | Contact Tracy Kidd |
| Address P. O. Box 250 Artesia, NM 88211 | Telephone No. 575-748-0189 |
| Facility Name Rio Blanco #33 Federal #1 | Facility Type Gas Well |

| | | |
|---------------|---------------|-----------|
| Surface Owner | Mineral Owner | Lease No. |
|---------------|---------------|-----------|

LOCATION OF RELEASE

30 025 36359

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| N | 33 | 22S | 34E | 1000 | South | 1620 | West | Lea |

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release Produced Water | Volume of Release 290 bbls | Volume Recovered 290 bbls |
| Source of Release Overflowed Tank | Date and Hour of Occurrence 11/3/12, 8:45AM | Date and Hour of Discovery 11/3/12, 8:45AM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour | |
| 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.* At the Red Bull 31 Battery, the contract pumper noticed the tank running over into the lined containment causing a spill of 290 barrels of produced water, no alarm was given due to a scada upgrade.

Describe Area Affected and Cleanup Action Taken.* At the Red Bull 31 Battery, the contract pumper noticed the tank running over into the lined containment causing a spill of 290 barrels of produced water, no alarm was given due to a scada upgrade. Contract pumper immediately notified a vacuum truck to recover all 290 barrels of fluid.

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>Graciela C. Bustamante</i> | <p>OIL CONSERVATION DIVISION</p> <p>APPROVED</p> <p>9/1/16</p> |
| Printed Name: Graciela C. Bustamante | |
| Title: Field Adm. Support | |
| Date: 11/06/12 Phone: (575) 746-5561 | |
| Conditions of Approval: | |

* Attach Additional Sheets If Necessary

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