

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.

Release Notification and Corrective Action

NAB1529340702

| | | | |
|--|---------------------|--|---------------------------------------|
| OPERATOR | | <input checked="" type="checkbox"/> Initial Report | <input type="checkbox"/> Final Report |
| Name of Company Devon Energy Production <i>10/31</i> | | Contact Daniel Suniga, Production Foreman | |
| Address 6488 Seven Rivers Hwy Artesia, NM 88220 | | Telephone No. 575-390-5850 | |
| Facility Name Algerita 32 State Com 1 | | Facility Type Oil | |
| Surface Owner State | Mineral Owner State | API No. 30-015-35339 | |

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|----------------------|-------------------------|-----------------------|-----------------------|----------------|
| Unit Letter M | Section 32 | Township 22S | Range 26E | Feet from the 660 | North/South Line FSL | Feet from the 1160 | East/West Line FWL | County Eddy |
|------------------|---------------|-----------------|--------------|----------------------|-------------------------|-----------------------|-----------------------|----------------|

Latitude: 32.34283

Longitude: -104.32000

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release Oil & PW release | Volume of Release 10bbl <i>8bbl PW/2bbl oil</i> | Volume Recovered 7bbbls <i>6bbl PW/1bbl oil</i> |
| Source of Release 30 pound gauge | Date and Hour of Occurrence October 3, 2015 11:30 AM | Date and Hour of Discovery October 3, 2015 11:30 AM |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bracher, OCD | |
| By Whom? Mike McMahan, Asst. Production Foreman | Date and Hour October 3, 2015 11:40 AM | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse N/A | |

**NM OIL CONSERVATION
ARTESIA DISTRICT
OCT 19 2015
RECEIVED**

If a Watercourse was Impacted, Describe Fully.*
N/A

Describe Cause of Problem and Remedial Action Taken.*

The 3-phase separator lost gas psi causing it not to dump properly which over pressured a 30# gauge that broke and released approximately 8bbl produced water and 2bbl oil out the gauge. The well was immediately shut in and a dike was built to stop the fluid from running off location.

Describe Area Affected and Cleanup Action Taken.*

Approximately 8bbl of mixed fluid stayed inside containment and approximately 2bbl mixed fluid went into pasture due to a hole in the containment. A vac truck was contacted to start recovering fluid and 7bbl mixed fluid was recovered. An environmental agency will be contacted for the clean-up.

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>Sheila Fisher</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Sheila Fisher | Approved by Environmental Specialist: <i>[Signature]</i> | |
| Title: Field Admin Support | Approval Date: <i>10/20/15</i> | Expiration Date: <i>N/A</i> |
| E-mail Address: Sheila.Fisher@dvn.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 10/16/15 Phone: 575.748.1829 | Remediation per O.C.D. Rules & Guidelines | |

SUBMIT REMEDIATION PROPOSAL NO

LATER THAN: *11/20/15*

2RP-3345

* Attach Additional Sheets If Necessary