

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

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Received
Oct. 9, 2014
NMOCD
AB

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

NAB1428751424

OPERATOR <input checked="" type="checkbox"/> Initial Report <input type="checkbox"/> Final Report	
Name of Company <u>SM ENERGY COMPANY</u> <u>154903</u>	Contact <u>LISA HUNT</u>
Address <u>6301 Holiday Hill Rd. Bldg 1 Midland, TX 79707</u>	Telephone No. <u>(432)848-4833</u>
Facility Name <u>Parkway Delaware Unit #704</u>	Facility Type <u>Injection well - Federal</u>
Surface Owner <u>BLM</u>	Mineral Owner _____ API No. <u>30-015-30028</u>

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	35	19S	29E	1450	S	330	E	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release <u>Produced Water</u>	Volume of Release <u>25 bbl</u>	Volume Recovered <u>10 bbl</u>
Source of Release <u>Injection line</u>	Date and Hour of Occurrence <u>7/11/14</u>	Date and Hour of Discovery <u>1/11/14 7:30</u>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <u>Jim Amos</u>	
By Whom? <u>Kerry Culbertson</u>	Date and Hour <u>7/11/14 2:30 pm</u>	
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.*

2" ball valve on injection line failed due to corrosion & 25 bbls produced water spilled on location. Remediation began immediately. All free standing fluid was recovered by vacuum truck & hauled to disposal.

Describe Area Affected and Cleanup Action Taken.*

20 ft x 100 ft. Tetra Tech has been notified to conduct soil sampling.

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: <u>Lisa Hunt</u>	Approved by Environmental Specialist: <u>[Signature]</u>	
Printed Name: <u>LISA HUNT</u>	Approval Date: <u>10/14/14</u>	Expiration Date: <u>NA</u>
Title: <u>REGULATORY TECHNICIAN</u>	Conditions of Approval:	
E-mail Address: <u>LHUNT@SM-ENERGY.COM</u>	Attached <input type="checkbox"/>	
Date: <u>07/14/2014</u>	Phone: <u>(432)848-4833</u>	

Remediation per O.C.D. Rules & Guidelines

SUBMIT REMEDIATION PROPOSAL NO

LATER THAN: 11/14/14

* Attach Additional Sheets If Necessary

2RP2551