

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, 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

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 Merle Lewis	
Address P. O. Box 250 Artesia, NM 88211	Telephone No. 575-748-6304	
Facility Name Shugart 23 Fed Com #1	Facility Type Oil Well	
Surface Owner	Mineral Owner	Lease No. LC-065680

**LOCATION OF RELEASE**

Unit Letter J	Section 23	Township 18S	Range 31E	Feet from the 1650	North/South Line S	Feet from the 1980	East/West Line E	County Eddy
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**NATURE OF RELEASE**

Type of Release Oil	Volume of Release 70 bbls	Volume Recovered 31bbls
Source of Release Hole in Oil Tank	Date and Hour of Occurrence 09/04/2011 (?) Hour	Date and Hour of Discovery 09/04/2011, 12:25 PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? OCD - 09/06/2011, 10:25AM	
By Whom? Merle Lewis, Asst. Foreman	Date and Hour 09/04/2011, 12:50PM	
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

**RECEIVED**  
JUL 03 2012  
**NMOCD ARTESIA**

Describe Cause of Problem and Remedial Action Taken.\*  
Hole in oil tank. Immediately, a vacuum truck was used to pick up the spill. 31 bbls were recovered out of 70 bbls.

Describe Area Affected and Cleanup Action Taken.\*  
60' x 20' in containment area. Our plan includes moving the oil tanks and rebuilding the battery at another part of the location and soil remediation will be completed in the spill area.

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>Merle D Lewis</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Merle Lewis	Approved by District Supervisor: <i>Denise I [Signature]</i>	7/14/11
Title: Production Foreman	Approval Date:	Expiration Date:
Date: 06/28/12 Phone: (575) 748-6304	Conditions of Approval:	Attached <input type="checkbox"/>

\* Attach Additional Sheets If Necessary

*Further Testing Required*