

Received
Oct. 9, 2014
NMOCD
AB

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

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

NAB1428751024 OPERATOR Initial Report Final Report

Name of Company SM ENERGY COMPANY	<i>54903</i>	Contact LISA HUNT
Address 6301 Holiday Hill Rd. Bldg 1 Midland, TX 79707		Telephone No. (432)848-4833
Facility Name Parkway Delaware Unit #704		Facility Type Injection well - Federal
Surface Owner BLM	Mineral Owner	API No. 30-015-30028

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

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

Remediation per O.C.D. Rules & Guidelines
SUBMIT REMEDIATION PROPOSAL NO
LATER THAN: 11/14/14

* Attach Additional Sheets If Necessary

2RP-2501