District I 1625 N. French Dr , Hobbs, NM 88240 District III

District III

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

DEC 26 2007 Form C-141 Revised October 10, 2003 OCD-ARTE 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												
							Initial Report Final Repor					
						Contact BJ Cathey Telephone No. 575-390-5893						
						Facility Type Battery						
Surface Owner Mineral Owner						Lease No.						
					N OF REI	,						
Unit Letter	Section 9	Township 21S	Range 26E	Feet from the		/South Line Feet from the East/West I 1890' FW				County Eddy		
Latitude N 32.49281 Longitude W 104.30052												
NATURE OF RELEASE												
Type of Release Oil & Water						Volume of Release 10 bbls Oil & 2 bbls Wtr			Volume Recovered 10 bbls -Oil			
Source of Release Water Tank Overflowed						Date and Hour of Occurrence 12/07/07			Date and Hour of Discovery 12/07/07 – 4:30 PM			
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required						If YES, To Whom? Mike Bratcher						
By Whom? BJ Cathey						Date and Hour 12/10/07 – 10:00 AM						
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse.						
If a Watercourse was Impacted, Describe Fully.*												
		,	,									
Describe Cause of Problem and Remedial Action Taken.* Water tank filled and overflowed to oil tank, oil and water tank ran over. Unknown water hauler (vandalism) pumped water into water tank, well continued to produce, ran tank over. Will place lock on water tank load line.												
Describe Area Affected and Cleanup Action Taken.* Shut wells in, called for vacuum truck												
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: BJ Cathly Dn MH						OIL CONSERVATION DIVISION						
Printed Name	e. BJ Ca	they	Approved by District Supervisor:									
Title: Production Foreman						Approval Date: JAN 0 2 2008 Expiration Date						
E-mail Address: bj.cathey@dvn.com						Conditions of Approval: See Attached Stipulations Stipulations						
Date: 12/1 * Attach Addi		ete If Nacess		575-390-589	93		Stipu	lation	<u> </u>	7	✓ <u> </u>	_

Conditions of Approval Remediation Work Plan

Soils/wastes within and beneath the area of the leak, spill or release should be evaluated to determine the type and extent of contamination at the site. In order to assess the level of contamination, observations should be made of the soils at the surface and samples of the impacted soils should be taken in the leak, spill or release area. Observations should note whether previous leaks, spills or releases have occurred at the site. Additional samples may be required to completely define the lateral and vertical extent of contamination. Soil samples should be obtained according to the sampling procedures in Sections V.A. and V.B. This may be accomplished using a backhoe, drill rig, hand auger, shovel or other means.

Samples taken must be approved by OCD prior to authorizing any back fill of the area.