

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 October 10, 2003

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 - Roy White, Foreman |
| Address - 6488 Seven Rivers Hwy - PO Box 250 | Telephone No. - 575-513-1741 |
| Facility Name - Cactus State No. 3 | Facility Type: Oil Well |

| | | |
|---------------|---------------|---------------------------------------|
| Surface Owner | Mineral Owner | Lease No. API # 30-015-27979 2RP-1045 |
|---------------|---------------|---------------------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|------------------------|---------------------------|------------------------|------------------------|----------------|
| Unit Letter G | Section 16 | Township 21S | Range 26E | Feet from the 1900' | North/South Line North | Feet from the 2145' | East/West Line East | County Eddy |
|------------------|---------------|-----------------|--------------|------------------------|---------------------------|------------------------|------------------------|----------------|

Latitude 32.48178 N Longitude -104.29588 W

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release - Oil | Volume of Release 17 bbls | Volume Recovered -0- bbls |
| Source of Release - Steel flow line leak due to corrosion | Date and Hour of Occurrence 2/6/12 - 7:30 am | Date and Hour of Discovery 2/6/12 - 7:30 am |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? NMOCD - Mike Bratcher - left voice mail message | |
| By Whom? - Roy White, Foreman | Date and Hour 2/6/12 - 8:30 am | |
| 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.*

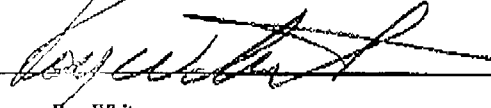
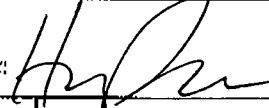
Describe Cause of Problem and Remedial Action Taken.*

A steel flow line was found to be leaking due to corrosion causing a release of 17 barrels of oil. No fluids from this release were recovered. The flow line was isolated, drained of all fluids, replaced and returned to service. The spill area measures approximately 122-feet long by 22-33 feet wide.

Describe Area Affected and Cleanup Action Taken.*

Talon/LPE excavated the saturated soil from the impacted area to a depth of 4-feet deep, analytical testing was completed and the impacted soil was transported to CRI, an approved disposal facility. Final lab results are below RRAL's. Talon/LPE backfilled the area with new material transported from a local borrow pit and the area was contoured to match surrounding terrain.

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:  | OIL CONSERVATION DIVISION | |
| Printed Name: Roy White | Approved by District Supervisor:  | |
| Title: Foreman | Approval Date: 5/15/15 | Expiration Date: N/A |
| E-mail Address: roy.white@dm.com | Conditions of Approval: Final | Attached <input type="checkbox"/> |
| Date: 5/24/2012 Phone: 575-513-1741 | | |

* Attach Additional Sheets If Necessary

2RP-1045