

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	SM Energy Company	Contact	Donna Huddleston
Address	3300 N. A Street, Bldg. 7, Ste. 200 Midland, Tx	Telephone No.	(432) 688-1789
Facility Name	Parkway Delaware Tract 1 Battery	Facility Type	Tank Battery
Surface Owner:	BLM	Mineral Owner:	BLM
		Lease No.	NMNM8849X

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	35	19S	29E					Eddy Co. NM

Latitude N 32.61531° Longitude W 104.04324°

NATURE OF RELEASE

Type of Release: Oil	Volume of Release 205 bbls	Volume Recovered 200 bbls
Source of Release: 750 Steel Tank	Date and Hour of Occurrence 05/16/2011	Date and Hour of Discovery 05/16/2011 @ 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? Jim Amos with BLM	
By Whom? Bill Hearne	Date and Hour 05/16/2011 9:57 am	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

If a Watercourse was Impacted, Describe Fully.*

N/A

Describe Cause of Problem and Remedial Action Taken.*

750 Steel (Test Tank) discovered @ 7:30 am leaking oil from bottom of tank. Spill contained inside of diked area. Estimated 205 bbls. Oil spilled and recovered 200 bbls and transferred to empty stock tank. Net Loss: 5 bbls oil. Oil will be circulated back through heater treater.

Describe Area Affected and Cleanup Action Taken.*

85 ft x 60 ft area contained in dike. Dug out thop 1 foot of soil. Tetra Tech inspected site and collected samples to define spills extent. Soil that exceeded RRAL was removed and hauled away for proper disposal to the maximum extent practicable. Microblaze was applied to the excavated area prior to the site being brought up to surface grade with clean backfill material. Tetra Tech prepared closure report and submitted to NMOCD for review.

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: <i>Aaron Hale</i>	Approved by District Supervisor: <i>[Signature]</i>	
Printed Name: Aaron Hale <i>agent for SM Energy</i>	Approval Date: <i>4/23/15</i>	Expiration Date: <i>N/A</i>
Title: Project Manager	Conditions of Approval: <i>Final</i>	
E-mail Address: aaron.hale@tetrattech.com	Attached <input type="checkbox"/>	
Date: _____ Phone: (432) 682-4559		

Attach Additional Sheets If Necessary

2RP-788