

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

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

nAB1624239074 **OPERATOR** Initial Report Final Report

Name of Company	WPX Energy Inc/RKI	Contact	Karolina Blaney
Address	5315 Buena Vista Dr.	Telephone No.	970 589 0743
Facility Name:	Sheep Draw 28 Federal 2	Facility Type:	Well Pad

Surface Owner: Private	Mineral Owner: Federal	API No. 30-015-27688
------------------------	------------------------	----------------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	28	22S	26E	660	FSL	660	FEL	Eddy

Latitude: 32.030564 N **Longitude:** -103.8912511 W

NATURE OF RELEASE

Type of Release.	produced water	Volume of Release:	10 Bbls	Volume Recovered:	5 Bbls
Source of Release	Wellhead	Date and Hour of Occurrence	8/14/2016	Date and Hour of Discovery	8/14/2016 – 9:30 hrs MT
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	NMOCD Heather Patterson and Michael Bratcher, and the land owner.		
By Whom?	Karolina Blaney	Date and Hour	8/15/16– 10:50 hrs MT; OCD via Email & Landowner by phone call		
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.*

The cause of this spill is equipment failure. An nipple on the bleed valve corroded allowing produced water and small volume of oil to spill on location. A significant stormwater event, which occurred before the discovery of the spill, saturated the ground and mobilized some of the spilled water into the field located northeast of the pad. The impacted soil was mixed with a bioremediation product and the area was fenced to keep the cows out.

Describe Area Affected and Cleanup Action Taken.*

On 9/20/16, two samples were collected from the surface of the impacted area and on 6/6/2017, additional samples were collected to delineate vertical impacts of chlorides. All sampling results are summarized in the attached table. The raw analytical data is included as an attachment. The well on this site has been plugged and abandoned and the pad underwent the final reclamation. The top 2' of the old reserve pit was removed and hauled off for disposal to further ensure that no residual spill impacts are left on site. The soil was replaced with native soil to ensure successful revegetation of the location.

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: Karolina Blaney	Approved by Environmental Specialist: 		
Title: Environmental Specialist	Approval Date: 10/31/17	Expiration Date: N/A	
E-mail Address: Karolina.blaney@wpenergy.com	Conditions of Approval: N/A		Attached <input type="checkbox"/>
Date: 8/24//2016	Phone: 970-589-0743		FINAL

* Attach Additional Sheets If Necessary