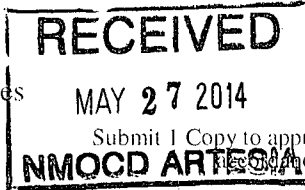


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

nHMP14145023493

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Devon Energy	<i>4137</i>	Contact Rudy Zuniga
Address PO Box 250 Artesia, NM 88211		Telephone No. 575-390-5475
Facility Name Arenoso 22 Federal 2		Facility Type Gas

Surface Owner Federal	Mineral Owner Federal	API No. 30-015-35631
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LOCATION OF RELEASE

Unit Letter I	Section 22	Township 19S	Range 31E	Feet from the 1980	North/South Line South	Feet from the 990	East/West Line East	County Eddy
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Latitude: 32.6440262

Longitude: -103.8512475

NATURE OF RELEASE

Type of Release Spill Oil & Produced Water	Volume of Release 129BBLS	Volume Recovered 128BBLS
Source of Release blown up water tank	Date and Hour of Occurrence 5.24.14 12:00 PM	Date and Hour of Discovery 5.24.14 12:00 PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jeff Robertson/ BLM & Mike Bratcher/ OCD	
By Whom? Production Foreman: Rudy Zuniga	Date and Hour 5.24.2014 5:00 PM & 5:30 PM	
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.*
Increased pressure in the water tank caused the tank to blow up. Tank will be replaced.

Describe Area Affected and Cleanup Action Taken.*
All but approximately 1BBL of spilled fluids was captured in lined containment around the tanks and recovered by vacuum truck on May 24, 2014. The 1BBL not recovered was lost as a result of overspray onto the caliche on the well pad. The overspray affected approximately 20'x20'. The affected caliche will be removed.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC 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 NMOC 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, NMOC 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>Sandra Farley</i>	OIL CONSERVATION DIVISION	
Printed Name: Sandra Farley	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Field Admin Support	Approval Date: <i>5/30/14</i>	Expiration Date: <i>NA</i>
E-mail Address: Sandy.Farley@dvn.com	Conditions of Approval: Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	Attached <input type="checkbox"/>
Date: May 27, 2014	Phone: 575.746.5587	

* Attach Additional Sheets If Necessary

PROPOSAL NO LATER THAN:

6/30/14

289-2321