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

NAB 1513152308

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 NM OIL CONSERVATION
ARTESIA DISTRICT

Form C-141 Revised August 8, 2011

Final Report

MAY 0 7 2015 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

OPERATOR

| Name of Company Devon Energy Production $\rho/37$ | | | | | | Contact Roy White | | | | | |
|--|------------|---------------|-------|---------------|---|---|---|---------|-----------------------|----------------------|--|
| Address 6488 Seven Rivers Hwy Artesia, NM 88220 Facility Name Pure Grace State 1 | | | | | | Telephone No. 575-513-1741 Facility Type Gas | | | | | |
| | | | | | | | | | | | |
| Surface Owner State Mineral Ow | | | | | Owner | er State API No. 30-015-24119 | | | | | |
| LOCATION OF RELEASE | | | | | | | | | | | |
| Unit Letter | Section | Township | Range | Feet from the | | /South Line | Feet from the | East/We | st Line | County | |
| J 34 23S 27E 1980 | | 1980 | South | | 1980 | East | | Eddy | | | |
| Latitude: N 32'26" Longitude: W 104'17'5" | | | | | | | | | | | |
| NATURE OF RELEASE | | | | | | | | | | | |
| Type of Release Spill water and oil | | | | | | | Volume of Release 90 bbls Volume Recovered 90 bbls Date and Hour of Occurrence Date and Hour of Discovery | | | | |
| Source of Release Spill was due to lightening catching the water and oil tanks on fire and causing the tops to blow off. | | | | | | May 4, 201 | | | Date and May 4, 20 | Hour of Discovery 15 | |
| Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required | | | | | | | If YES, To Whom? Jim Amos at BLM | | | | |
| By Whom? David Simmons Assistant Night Production Foreman | | | | | | Date and Hour May 4, 2015 @ 10:00 PM | | | | | |
| Was a Watercourse Reached? | | | | | | If YES, Volume Impacting the Watercourse | | | | | |
| □ Yes ⊠ No. | | | | | | | | | | | |
| If a Watercourse was Impacted, Describe Fully.* | | | | | | | | | | | |
| Describe Cause of Problem and Remedial Action Taken.* | | | | | | | | | | | |
| Lightning struck either the water tank or oil tank blowing the tops off of both tanks. The top of the water tanks was blown about 50 ft North West in to the pasture behind the battery, and the top of the oil tanks was blown about 15 ft to the South East of the front side of the battery. The water tank had burned to the ground leaving about a 3 ft height steel of what used to be the tank. The spill was contained inside the containment. Basic Energy Trucking recovered 70 bbls from containment and 20 bbls out of the oil tank due to the main way cover seal being melted from the heat of the fire. A total of 90 bbls were recovered. | | | | | | | | | | | |
| Describe Area Affected and Cleanup Action Taken.* | | | | | | | | | | | |
| All fluid stayed inside of containment and tank. Basic Energy Trucking recovered the 70 bbl spill and 20 bbls of oil from the oil tank. Tanks will be replaced at the locations. | | | | | | | | | | | |
| 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: Corina Moya | | | | | | OIL CONSERVATION DIVISION | | | | | |
| Printed Name: Corina Moya | | | | | | Approved by Environmental Specialist: | | | | | |
| Title: Field Admin Support A | | | | | Approval Date: 5/11/15 Expiration Date: NIA | | | | | | |
| E-mail Address: corina.moya@dvn.com | | | | | | Conditions of Approval: | | | | | |
| Date: 5.7.2015 Phone: 575.746.5559 | | | | | | UBMIT REMEDIATION PROPOSAL NO | | | | | |
| Attach Additi | onal Sheet | s If Necessar | ry | | LA | TER THAN | v: [12] 15 | Ž | | 2RP-2995 | |