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., Septe Fo. 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 Ibmit 2 Copies to appropriate

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

1220 S. St. Fran	icis Dr., Santa	a re, NM 8/303	,	Sa	anta F	e, NM 875	505					side of form	
30.015.2	26407		Rel	ease Notific			'''''''''''''''''''''''''''''''''''''	ction	1				
LLB0631140464					OPERATOR						Final Repor		
Name of Co	ompany De	von Energy	Producti	on Co., LP	6137		nnifer Van Cure	en en	Z IIIIII	и корон		1 mai repor	
		; Artesia, N					No. 505-748-010						
Facility Na	me Laguna	Salado Fed	1			Facility Typ	e Well						
Surface Ow	ner	Mineral (Lease No.										
<u> </u>		-		LOCA	ATIO	N OF REI	LEASE		•				
Unit Letter F	it Letter Section Township Range Feet from the No.				North	/South Line North	East/West Line West		County Eddy				
		···	La	titude	1	Longitud	le					, , , , , , , , , , , , , , , , , , , ,	
				NAT	URE	OF RELI	EASE						
Type of Rele	ase: Water						ime Recovered: 50 bbls						
Source of Re	lease: Seal l			l.			Hour of Discovery:						
Was Immedi	ata Notica (3-10-06: 10:30 AM 3-10-06: 10:30 AM If YES, To Whom?						·					
was minicul	aic Notice C	Mike BratcherOCD											
By Whom? N	Aerle Lewis		Date and Hour: 3-10-06; 1:36 PM										
	Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.						
			Yes 🛚	No									
If a Watercou	irse was Im	pacted, Descri	be Fully.*										
Seal on SWD pump and dis	transfer pu scussed incid	dent at safety	spilling 62 meeting. \	2 bbls of produced Will continue to n				·		·. Truck. Repl	aced s	eal on	
	Describe Area Affected and Cleanup Action Taken.* Isolated pump and called mechanic & vac. 25' X 100' area affected.						APR 1 9 2006				OCD-MATESIM		
Toolaide pump and earlest meetiane or vac. 25 N 100 area arrected.							OCD-AHIESIA						
							QCD-Ar	1163	1/1	900Z 6 I 3	Vbt		
regulations al public health should their o	I operators a or the envir operations ha nment. In ac	are required to onment. The ave failed to a Idition, NMO	report an acceptanc dequately CD accept	is true and comp d/or file certain r e of a C-141 repo investigate and r tance of a C-141	elease no ort by the emediate	otifications and NMOCD made contamination	nd perform correct arked as "Final Report that pose a three the operator of r	tive action eport" do eat to gro esponsil	ons for rele oes not relic ound water, oility for co	ases which meve the operate surface wate ompliance wit	ay end or of l r, hum h any o	danger liability nan health	
Signature:	any	OIL CONSERVATION DIVISION TIME CLIM											
Printed Name: Jennifer Van Curen						Approved by District Supervisor: TIM GUM by MB Mike Someone							
Title: Product	Title: Production Field Tech						Approval Date: 8/9/0 1 Expiration D						
E-mail Addre	ss: jennifer.	vancuren@dv		Conditions of Approval:			Attached						

Phone: 748-0160

Date: 3/20/06

* Attach Additional Sheets If Necessary



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

April 9, 2007

Devon Energy Production Co., LP P.O. Box 250

Artesia, NM 88211

ATTN: Environmental Department

Reference: Laguna Salado Federal #1 22-23S-29E API # 30-015-26407 Eddy County, New Mexico

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of an Initial Report Form C-141 reporting a release of produced fluids that occurred on or about March 10, 2006 at the above referenced well site. Please submit a work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at this site. The plan is to be formulated based on vertical and horizontal delineation of contamination, site ranking, and OCD Rules and Guidelines.

A publication outlining OCD guidelines and requirements for site ranking and spill remediation can be found on the OCD website as follows: http://www.emnrd.state.nm.us/ocd Click on each of the following items as they appear:

- Publications
- Environmental Handbook
- Miscellaneous Guidelines
- · Remediation of Leaks, Spills and Releases

Please submit this plan to the OCD District 2 office <u>no later than May 9, 2007</u>. Please include any remedial or clean up actions that have already been performed.

Remediation requirements may be subject to other federal, state, local laws and/or regulations.

If I can be of assistance in this matter, my contact information is listed below.

Sincerely,

Mike Bratcher NMOCD District 2 1301 W. Grand Ave. Artesia, NM 88210 (505) 748-1283 Ext.108

(505) 626-0857

mike.bratcher@state.nm.us

Tracking number: nLLB0631140464