

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 March 17, 1999

JUL - 7 2008
OCD-ARTESIA
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

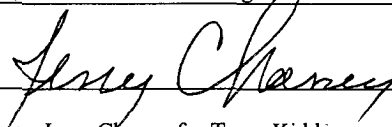
☒ Initial Report ☒ Final Report

Name of Company Devon Energy	6137	Contact <input type="checkbox"/> Tracy Kidd
Address P. O. Box 250 Artesia, NM 88211		Telephone No. <input type="checkbox"/> (505) 513-0628
Facility Name Apache 13 Fed #1	30-015-27434	Facility Type <input type="checkbox"/> Gas Well
Surface Owner	Mineral Owner	Lease No. <input type="checkbox"/>

LOCATION OF RELEASE

Unit Letter H	Section 13	Township T22S	Range 30E	Feet from the 1330	North/South Line North	Feet from the 330	East/West Line East	County Eddy
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NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 40 bbls.	Volume Recovered <input type="checkbox"/> 30 bbls.
Source of Release Leak in seam of water tank	Date and Hour of Occurrence June 20, 2008	Date and Hour of Discovery <input type="checkbox"/> 9:58 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, BLM; Mike Bratcher OCD	
By Whom? <input type="checkbox"/> Tracy Kidd - Production Foreman	Date and Hour <input type="checkbox"/> June 20, 2008 4:30 PM	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	
If a Watercourse was Impacted, Describe Fully.* N/A		
Describe Cause of Problem and Remedial Action Taken.* While a swab rig was swabbing a 210 bbl. Tank, the lease operator noticed a leak had developed in the seam of the tank and water was discharging onto the ground area within the firewall. Afterwards, all fluids were transferred from the storage tank into an empty oil tank. It was estimated 40 bbls. of produced water was released and 30 bbls were recovered.		
Describe Area Affected and Cleanup Action Taken.* 41'x87' area contained inside firewall. Picked up fluid with vacuum truck and emptied tank. Cleaned up area inside firewall.		
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: Jerry Chaney for Tracy Kidd	Approved by <input type="checkbox"/> District Supervisor: Accepted for record NMOCD	
Title: Assistant Production Foreman	Approval Date:	Expiration Date:
Date: 6-26-08 Phone: (505) 513-0628	SEE ATTACHED STIPULATIONS	
		Attached <input checked="" type="checkbox"/> 2RP-197

* Attach Additional Sheets If Necessary

SE00819748832

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



CERTIFIED MAIL—Return Receipt Requested
7007 2680 0001 6451 0816

July 15, 2008

Devon Energy
Attn: Tracy Kidd
PO Box 250
Artesia, NM 88211

RE: Apache 13 Federal 001 30-015-27434 H-13-22S-30E
Initial/Final C141 received by OCD July 7, 2008
2RP-197

Operator:

This office is in receipt of your C-141 on the produced water release, at this facility. As presented, the Initial/Final C-141 cannot be approved. It is accepted for record.

NMOCD Rule 19.15.3.116 states in part "...The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a **remediation plan** submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

Information and tools for proper corrective action may be found in the Environmental Handbook on our web site at the following link:
http://www.emnrd.state.nm.us/oed/documents/7C_spill1.pdf

The following actions are **required** to be addressed in the **remediation plan**:

- Determine the horizontal and vertical delineation of the spill by sampling.
- Prepare a sketch of the site indicating where and at what depths the samples were taken.
- Submit laboratory results of sampling as well as the proposed remediation with the plan.



July 15, 2008
Page 2

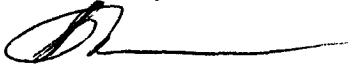
Remediation requirements may be subject to other federal, state and local laws or regulations.

Within 30 days, **on or before August 18, 2008**, completion of a remediation work plan should be finalized and submitted to the Division, summarizing all actions taken or to be taken to mitigate environmental damage related to the leak, spill or release, for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely,



Sherry Bonham
NMOCD District II, Artesia
(505) 748-1283 ext 109
E-mail: sherry.bonham@state.nm.us