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 Santa Fe, NM 87505

RECEIVED

Form C-14 Revised March 17, 199

JUN 11 2012 Submit 2 Copies to appropriat strict Office in accordance with Rule 116 on bac side of forr

**NMOCD ARTESIA** 1220 South St. Francis Dr.

Release Notification and Corrective Action **OPERATOR** Initial Report Final Repo nMLB/2/6748367 Tracy Kidd. Name of Company Devon Energy 6137 Contact Address P. O. Box 250 Telephone No. 575-513-062 Artesia, NM 88211 Facility Name Cotton Draw 65 SWD Facility Type Salt Water Disposal Surface Owner Mineral Owner LOCATION OF RELEASE Township Range Feet from the North/South Line Feet from the East/West Line County Unit Letter Section 31E 1980 North 1980 Eddy 25S East NATURE OF RELEASE Type of Release Oil Spill Volume of Release 35 bbls Volume Recovered 35 bbls Source of Release Date and Hour of Occurrence Date and Hour of Discovery 6/8/12, 6/8/12, 8:48AM Spill over Was Immediate Notice Given? If YES, To Whom? ☑ Yes ☐ No ☐ Not Required Jim Amos / BLM & Mike Bratcher / OCD Tracy Kidd & Daniel Suniga Date and Hour 6/8/12, 9:33AM By Whom? Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.\* N/A Describe Cause of Problem and Remedial Action Taken.\* At the Cotton Draw 65 SWD, the gun barrel malfunctioned causing a 35 bbl oil spill, all kept within the line containment. All fluid was recovered. Describe Area Affected and Cleanup Action Taken.\* At the Cotton Draw 65 SWD, the gun barrel malfunctioned causing a 35 bbl oil spill, all kept within the line containment. The Gun barrel was overloaded with fluid coming in and was not able to maintain amount of fluid being pushed out, this caused the tanks to fill up with produced water, pushing the oil over the top of the tank. A vacuum truck was called and all 35 bbl of oil were recovered. The produced water was then hauled off to disposal. 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. OIL CONSERVATION DIVISION Signature: Gracie Bustamante Approved by Signed By Min Printed Name: Gracie Bustamante Approval Date: JUN 1 3 2012 Title: Field Adm Support Expiration Date: Attached [ Date: 06/08/12 Phone: (575) 746-5561 Conditions of Approval: \* Attach Additional Sheets If Necessary

Remediation per OCD Rules & CHIEN PROPOSAL NOT LATER THAN:

2RP-1169