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ARTESIA 408 West Texas Ave. Artesia, New Mexico 88210 Phone 575.746.8768 Fax 575.748.8905

HOBBS 318 East Taylor Street Hobbs, New Mexico 88241 Phone 505.393.4261 Fax 505.393.4658

MIDLAND

2901 State Highway 349 Midland, Texas 79706 Phone 432.522.2133 Fax 432.522.2180

OKLAHOMA CITY 7700 North Hudson Ave Suite 10 Oklahoma City, Oklahoma 73116 Phone 405.486.7030 Fax 806.467.0622

> SAN ANTONIO 13111 Lookout Way San Antonio, TX 78233 Phone 210.265.8025 Fax 210.568.2191

ENVIRONMENTAL CONSULTING ENGINEERING DRILLING CONSTRUCTION SPILL MANAGEMENT GENERAL CONTRACTING September 3, 2014

Mr. Tomas Oberding NMOCD District I 1625 N. French Dr. Hobbs, NM 88240

Subject: Remediation and Closure Report Devon Energy Mad Dog 15 Federal No. 1 API #: 30-025-36778

Dear Dr. Oberding:

Devon Energy had contracted Talon/LPE (Talon) to perform soil assessment and remediation services at the above referenced location. The results of our soil assessment, completed remediation activities and closure request are submitted herein.

Incident Date

February 14, 2014

Background Information

The Mad Dog 15 Federal No. 1 is located approximately thirty-four (34) miles west of Jal in Lea County, New Mexico. The legal location for this site is Section 15, Township 23 South, and Range 34 East. More specifically the latitude and longitude for the release point are 32.303128 North and - 103.45488 West. A site plan is presented in Appendix I.

According to the soil survey provided by the United States Department of Agriculture Natural Resources Conservation Service, the soil in this area is made up of Berino-Cacique fine sandy loams with 0 to 3 percent slopes. The local surface and shallow geology, Quaternary Age sedimentary deposits, is comprised of sandy eolian deposits derived from sedimentary rock over calcareous sandy alluvium derived from sedimentary rock. Drainage courses in this area are normally dry. According to the New Mexico State Engineer web site indicates the nearest ground water data to be in S3-T23S-R24E. The ground water in Section 3 is reported to be a depth of 318' below ground surface (bgs). See Appendix II for the referenced groundwater data.

The ranking for this site is **0** based on the following:

Depth to ground water	>100'
Wellhead Protection Area	>1000'
Distance to surface water body	>1000'

Toll Free: 866.742.0742 www.talonlpe.com

Incident Description

A water transfer line from the Mad Dog 15 Federal Com No. 1 was found to be leaking. Approximately 80 barrels of produced water was released off the east side of Adobe Road into the drainage ditch. The affected area measured approximately 3-4 feet wide by 900-feet long. No fluids were recovered. Talon mobilized personnel to conduct soil sampling along the flow path on February 17, 2014. The results of these sampling activities are summarized in the table below.

Remedial Actions Taken

The impacted area in the drainage ditch was excavated to and depth of 3-feet deep. All of the contaminated soil was transported to Lea Land, LLC for disposal.

Upon NMOCD approval of the confirmation samples the excavation was backfilled with new topsoil. The area was contoured to match the surrounding terrain.

Laboratory Results

See Appendix III for complete report of laboratory results.

July 14, 2014

Sample ID	Depth (feet)	BTEX (mg/kg)	Chlorides (mg/kg)	TPH (mg/kg) GRO	TPH (mg/kg) DRO
S-1	3'		176		
S-2	3'		176		
S-3	3'		96		

--Analyte Not Tested

Closure

On behalf of Devon Energy, we respectfully request that no further actions be required and that closure with respect to this release be granted.

If we can provide additional information or be of further assistance please contact our office at 575.746.8768.

Respectfully submitted,

TALON/LPE

M. Wilson mber

Kimberly M. Wilson Project Manager

AldKins/Kmw

David J. Adkins District Manager

APPENDIX I

SITE MAP



APPENDIX II

GROUNDWATER DATA



New Mexico Office of the State Engineer Water Column/Average Depth to Water

(A CLW###### in the POD suffix indicates the POD has been replaced & no longer serves a water right file.)	(R=POD has been replaced, O=orphaned, C=the file is closed)						2=NE : it to lar	3=SW 4=: gest)	SE) (NAD83 UTM i	n meters)	(In feet)	
	POD													
POD Number	Sub- Code basin Cour		Q 1 16			Tws	Rng		x y	Di	stance	and the second second		Water Column
CP 01120 POD1	LE					23S		64636		-	514	397	318	79
CP 00637	LE	3	3	4	15	23S	34E	64529	3 3574541*	9	602	430	430	0
CP 00606	LE		4	1	23	23S	34E	64661	3 3573854*	0	997	650	265	385
CP 00618	LE	: 1	2	4	22	23S	34E	64571	3 3573539*		1023	428	295	133
CP 01258 POD1	LE	1	4	3	22	23S	34E	64501	5 3573221	9	1590	25		
CP 00580	LE	3	4	3	23	23S	34E	64652	4 3572948*	9	1717	220		
CP 01258 POD2	LE	. 1	4	3	22	23S	34E	64494	1 3572883	6	1916	65		
CP 01258 POD3	LE	. 1	4	3	22	23S	34E	64494	1 3572883	٠	1916	25		
									A	verage D	epth to	Water:	327	feet
										M	nimum	Depth:	265	feet
										Ма	ximum	Depth:	430	feet
Record Count: 8									- And her had been and had had				10.000 (MAR 100 (

UTMNAD83 Radius Search (in meters):

Easting (X): 645895

Northing (Y): 3574546

Radius: 2000

*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

APPENDIX III

LABORATORY RESULTS



July 14, 2014

KIMBERLY WILSON TALON LPE 408 W. TEXAS AVE. ARTESIA, NM 88210

RE: MAD DOG

Enclosed are the results of analyses for samples received by the laboratory on 07/11/14 14:18.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-13-5. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/qa/lab_accred_certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keine

Celey D. Keene Lab Director/Quality Manager



Analytical Results For:

TALON LPE KIMBERLY WILSON 408 W. TEXAS AVE. ARTESIA NM, 88210 Fax To: (575) 745-8905

Received: Reported: Project Name: Project Number: Project Location:	07/11/2014 07/14/2014 MAD DOG NONE GIVEN NOT GIVEN	Sampling Date: Sampling Type: Sampling Condition: Sample Received By:	07/11/2014 Soil ** (See Notes) Kathy Perez
---------------------------------------------------------------------------------	----------------------------------------------------------------	--------------------------------------------------------------------------------	-----------------------------------------------------

Sample ID: S-1 3.0 (H402113-01)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	176	16.0	07/11/2014	ND	400	100	400	3.92	

Sample ID: S-2 3.0 (H402113-02)

Chloride, SM4500CI-B	mg	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	176	16.0	07/11/2014	ND	400	100	400	3.92	

Sample ID: S-3 3.0 (H402113-03)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	96.0	16.0	07/11/2014	ND	400	100	400	3.92	

Cardinal Laboratories

*=Accredited Analyte

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Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager



Notes and Definitions

 ND
 Analyte NOT DETECTED at or above the reporting limit

 RPD
 Relative Percent Difference

 **
 Samples not received at proper temperature of 6°C or below.

 Insufficient time to reach temperature.

 Chloride by SM4500CI-B does not require samples be received at or below 6°C Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories

*=Accredited Analyte

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Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager

Time:Time:Delivered By: (Circle One)Sample ConditionCHECKED BY:Sampler - UPS - Bus - Other: 28.4% Sampler - UPSBus - Other: 28.4% Second TractCool TractCheckED BY:NoNoNoNo	Reinquished By: Date: Received By: Phone Result: L Yes No Addil Phone #: Reinquished By: Time: 1 Received By: Received By: Remarks:	Campus, Caritrat's lability and cleative remady for any claim androg withins: beackd, notated or the annountspack by the cleat terr for the provided by the second of the spin		5 5-3 3,0	a 5-2 3, a	15-1 3.0 1 1 7114 1205 /	 R (C)OMP. NERS VATER ITER	FOR LAS USE ONLY MATRIX PRESERV SAMPLING	Sampler Name:	Project Location: Phone #:	Project Name: MAD DOC State: Zip:	Project #: Project Owner: City:	Phone #: 575-746-8768	City: Artesia State: NM Zip: 88210 Attn:	Address: 408 W. Texas Ave. company: Talon/LPE	Project Manager: Kin Wilsow P.O.#	Company Name: Talon/LPE BILL TO ANALYSIS REQUEST	01 East Marland, Hobbs, NM 88240 575) 393-2326 FAX (575) 393-2476
																	EQUEST	

CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

Laboratories

Page 4 of 4

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FINAL C-141

State of New Mexico **Energy Minerals and Natural Resources**

Oil Conservation Division 1220 South St. Francis Dr. Form C-141 Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Santa Fe, NM 87505

Release Notification and Corrective Action

	OPERATOR	Initial Report	🛛 Final Report
Name of Company Devon Energy	Contact Kenny Kidd		
Address PO Box 250, Artesia, NM 88211	Telephone No. 575-748-3371		
Facility Name Mad Dog 15 Federal Com #1	Facility Type Oil Well		
			(770)

Surface Owner	Mineral Owner	API No. 30-025-36778	
	LOCATION OF RELEAS	SE	

Unit Letter	Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County												
Р	15	235	34E	660	South	660	East	LEA					

Latitude: 32.7271300239255 Longitude: 103.909386055786

NATURE OF RELEASE

Type of Release Spill	Volume of Release 80 bbls	Volume Re	ecovered 0
Source of Release Water transfer line leak	Date and Hour of Occurrence	Date and H	lour of Discovery
	2/14/14, 8:15 AM	2/14/14, 8:	15 AM
Was Immediate Notice Given?	If YES, To Whom?		
🛛 Yes 🗌 No 🗌 Not Required			
By Whom?	Date and Hour		
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse.		
☐ Yes ⊠ No			
If a Watercourse was Impacted, Describe Fully.*			
Den the Green Structure and Dennetic Lattice Taken to A sustain transfer line from the Med Den 15 Eadered Com No. 1 was found to be			
Describe Cause of Problem and Remedial Action Taken.* A water transfer line from the Mad Dog 15 Federal Com No. 1 was found to be			
leaking. Approximately 80 barrels of produced water was released off the east side of Adobe Road into the drainage ditch. The affected			
area measured approximately 3-4 feet wide by 900-feet long. No fluids were recovered. Talon/LPE was contracted to remediate this			
release.			
Describe Area Affected and Cleanup Action Taken.*			
The impacted area in the drainage ditch was excavated to and depth of 3-feet deep. All of the contaminated soil was transported to Lea			
Land, LLC for disposal. Upon NMOCD approval of the confirmation samples the excavation was backfilled with new topsoil. The area			
was contoured to match the surrounding terrain. No further action is required.			
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 CONSER	VATION I	DIVISION
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Signature: A draken and signature			
Supple Carlo	Approved by Environmental Specialist:		
Printed Name: ANORADIACKS			
	pproval Date: Expiration Date:		
Title: Field Admin. Support		HUDIFATION	
	Approval Date:	Expiration D	ate:
and A de Ordense		Explation D	ate:
E-mail Address: Strady farte DNA. Com	Approval Date: Conditions of Approval:	Explation D	Attached
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* Attach Additional Sheets If Necessary

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