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 State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

)

| Incident ID | |
|----------------|--|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party: Cimarex Energy Co. | OGRID:215099 |
|---|--|
| Contact Name: Gloria Garza | Contact Telephone: 432.571.7800 |
| Contact email: ggarza@cimarex.com | Incident # (assigned by OCD) NRM2007843906 |
| Contact mailing address: 600 N Marienfeld Suite 600 Midland TX 79701 | |

Location of Release Source

Latitude 32.138746_

(NAD 83 in decimal degrees to 5 decimal places)

| Site Name: Cotton Draw 9L Federal | Site Type: Tank Battery |
|-----------------------------------|-------------------------|
| Date Release Discovered: 3.2.2020 | API# (if applicable) |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|--------|
| Ν | 9 | 25S | 32E | Lea |

Surface Owner: State Federal Tribal Private (Name:

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

| Crude Oil | Volume Released (bbls) | Volume Recovered (bbls) | | |
|---|--|---------------------------------|--|--|
| Produced Water | Volume Released (bbls) 30 bbls | Volume Recovered (bbls) 30 bbls | | |
| | Is the concentration of dissolved chloride in the produced water >10,000 mg/l? | Yes No | | |
| Condensate | Volume Released (bbls) | Volume Recovered (bbls) | | |
| Natural Gas | Volume Released (Mcf) | Volume Recovered (Mcf) | | |
| Other (describe) Volume/Weight Released (provide units) Volume/Weight Recovered (provide units) | | | | |
| Cause of Release: Mate | rial Failure | | | |

The outlet line on the west transfer pump developed a leak. We shut the pump off and isolated the line. A new stainless steel header manifold was installed to correct the leak. All fluids were recovered and the lined containment was power washed.

| Incident ID | |
|----------------|--|
| District RP | |
| Facility ID | |
| Application ID | |

Page 2 of 11

| Was this a major | If YES, for what reason(s) does the responsible party consider this a major release? | |
|--------------------------|---|--|
| release as defined by | The amount of the release is over 25 barrels. | |
| 19.15.29.7(A) NMAC? | | |
| | | |
| 🛛 Yes 🗌 No | | |
| | | |
| | | |
| | | |
| If YES, was immediate no | otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? | |
| By Gloria Garza | | |
| To emnrd-ocd-district1 | spills@state.nm.us, Jim.Griswold@state.nm.us | |
| email | | |

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

 \boxtimes The source of the release has been stopped.

The impacted area has been secured to protect human health and the environment.

Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.

All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have not been undertaken, explain why:

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.

Printed Name: Gloria Garza_

email: ggarza@cimarex.com_____

Telephone: 432.234.3204____

Title: ESH Specialist

OCD Only

Received by: _____ Date: _____

Received by OCD: 5/11/2020 9:12:06 AM Form C-141 State of New Mexico

Page 3

Oil Conservation Division

| Incident ID | |
|----------------|--|
| District RP | |
| Facility ID | |
| Application ID | |

Page 3 of 11

Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

| What is the shallowest depth to groundwater beneath the area affected by the release? | _289_ (ft bgs) |
|---|----------------|
| Did this release impact groundwater or surface water? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 500 horizontal feet of a spring or a private domestic fresh water well used by less than five households for domestic or stock watering purposes? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 1000 feet of any other fresh water well or spring? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within 300 feet of a wetland? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release overlying a subsurface mine? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release overlying an unstable area such as karst geology? | 🗌 Yes 🛛 No |
| Are the lateral extents of the release within a 100-year floodplain? | 🗌 Yes 🛛 No |
| Did the release impact areas not on an exploration, development, production, or storage site? | 🗌 Yes 🖂 No |

Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and vertical extents of soil contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.

Characterization Report Checklist: Each of the following items must be included in the report.

Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells.
Field data
Data table of soil contaminant concentration data
Depth to water determination
Determination of water sources and significant watercourses within ½-mile of the lateral extents of the release
Boring or excavation logs
Photographs including date and GIS information
Topographic/Aerial maps

Laboratory data including chain of custody

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

| Received by OCD: 5/11/20 Form C-141 Page 4 | 20 9:12:06 AM State of New Mexico Oil Conservation Division | | Incident ID District RP Facility ID Application ID | Page 4 of 11 |
|--|---|---|---|---|
| regulations all operators are public health or the environ failed to adequately investig | prmation given above is true and complete to the required to report and/or file certain release nor ment. The acceptance of a C-141 report by the gate and remediate contamination that pose a the of a C-141 report does not relieve the operator of | otifications and perform co OCD does not relieve the reat to groundwater, surface | prrective actions for rele operator of liability sho ce water, human health | ases which may endanger ould their operations have or the environment. In |
| Printed Name: _Laci Lui | g | _ Title: _Engineer Tec | h | |
| Signature: Xac | · L | Date: _5/7/2020 | | |
| email: _lluig@cimarex.co | om | Telephone: _(432) 57 | 71-7810 | |
| | | | | |
| OCD Only | | | | |
| Received by: | | Date: | | |
| | | | | |

Oil Conservation Division

| Incident ID | |
|----------------|--|
| District RP | |
| Facility ID | |
| Application ID | |

Page 5 of 11

Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

| Closure Report Attachment Checklist: Each of the following items must be included in the closure report. | | |
|---|--|--|
| A scaled site and sampling diagram as described in 19.15.29.11 NMAC | | |
| Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection) | | |
| Laboratory analyses of final sampling (Note: appropriate ODO | C District office must be notified 2 days prior to final sampling) | |
| Description of remediation activities | | |
| | | |
| I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete. | | |
| Signature: | Telephone: _(432) 571-7810 | |
| | | |
| OCD Only | | |
| Received by: | Date: | |
| Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations. | | |
| Closure Approved by: | Date: | |
| Printed Name: | Title: | |

Page 6











































