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

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Incident ID	NMAP1825439764
District RP	2RP-4956
Facility ID	N/A
Application ID	pMAP1824764582

Release Notification

Responsible Party

Responsible Party Marathon Oil Permian LLC	OGRID 258462
Contact Name Callie Karrigan	Contact Telephone 575-297-0956
Contact email cnkarrigan@marathonoil.com	Incident # (assigned by OCD)
Contact mailing address 4111 Tidwell Road Carlsbad NM 88220	

Location of Release Source

Latitude 32.761522

Longitude -104.378899 (NAD 83 in decimal degrees to 5 decimal places)

Site Name Iron Duke 002H	Site Type oil
Date Release Discovered 8/18/18	API# (<i>if applicable</i>) 30-015-39761

Unit Letter	Section	Township	Range	County
Ι	9	18S	26E	Eddy

Surface Owner: State Federal Tribal X Private (Name: Ironhorse Permian Basin LLC

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)
X Produced Water	Volume Released (bbls)	Volume Recovered (bbls)
	Is the concentration of total dissolved solids (TDS) in the produced water >10,000 mg/l?	X 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

At approximately 8:45 am 8/18/18, the Operator arrived onsite and observed pooling form produced water. The ball valve on the load line failed, releasing 10 bbls into the load out pot and onto the ground. Approximately a 20 ft x 20 ft area was affected. A vac truck immediately recovered standing fluids. The ball valve will be replaced and investigated.

Page 2

State of New Mexico Oil Conservation Division

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Was this a major	If YES, for what reason(s) does the responsible party consider this a major release?
release as defined by	
19.15.29.7(A) NMAC?	
Yes X No	
If YES, was immediate ne	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?

Initial Response

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

 $\overline{\mathbf{X}}$ 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.

 \overline{X} All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have <u>not</u> been undertaken, explain why: Vac truck immediately recovered free standing liquids. Affected area has stabilized.

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: Callie Karrigan

Signature: Callis Karrigan

email: cnkarrigan@marathonoil.com

Title: HES Professional

Date: 8/31/18

Telephone: 575-297-0956

OCD Only

Received by:

MMa

Date: 09/04/18