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

MAY 2 3 2018

Form C-141 Revised April 3, 2017

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505 Submit 1 Copy to appropriate District Office in DISTRICT II-ARTESIA accordance with 19.15.29 NMAC.

Release Notification and Corrective Action OPERATOR ☐ Initial Report Name of Company Marathon Oil Permian LLC (37)2048 Contact Callie Karrigan Address 5555 San Felipe Street, Houston, Texas 77056 Telephone No. 405-202-1028 (cell) 575-297-0956 (office) Facility Name: Southern Comfort 25 36 State X No. 001H Facility Type Oil and gas production facilities API No.: 30-015-44332 Surface: Owner: state Mineral: Owner: state LOCATION OF RELEASE North/South Line Feet from the East/West Line Unit Letter Section Township Range Feet from the County Eddy 25 28E 2490 South 2310 East 245 Latitude 321882.Longitude -104.0400 NATURE OF RELEASE Volume of Release: 0 Volume Recovered: 0 Type of Release: Fire Date and Hour of Occurrence Date and Hour of Discovery Source of Release: enardo valve 05/22/2018 1:00 am 05/22/2018 1:00 am If YES, To Whom? Was Immediate Notice Given? Mike Bratcher - Eddy County, Ryan Mann Date and Hour 05/22/2018 5:23 pm By Whom? Callie Karrigan If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? ☐ Yes ⊠ No N/A If a Watercourse was Impacted, Describe Fully.* Not applicable. Describe Cause of Problem and Remedial Action Taken.* A water hauler reported that the Southern Comfort battery had been struck by lightning. The Production Supervisor arrived on location and observed that two enardo valves at each end of the tank battery were on fire. The Supervisor immediately shut both wells and dispatched the fire department; however, the fires self-extinguished before the fire department arrived. Describe Area Affected and Cleanup Action Taken.* The wells were shut-in pending enardo replacement and thorough investigation of the facility prior to bringing the wells back online. There was no release of fluids or impact to the ground or containment. 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 Callie Karrigan Signature: Approved by Environmental Specialist. Printed Name: Callie Karrigan Expiration Date: /// Approval Date: Title: HES Environmental Professional

Conditions of Approval:

FINAL

Date: 5/23/2018

E-mail Address: cnkarrigan@marathonoil.com

Phone: 405-202-1028(cell) 575-297-0956 (office)

^{*} Attach Additional Sheets If Necessary