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

)

Page 1 of 6

| Incident ID | nAPP2110232460 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party Marathon Oil Permian LLC | OGRID 372098 |
|--|--------------------------------|
| Contact Name Melodie Sanjari | Contact Telephone 575-988-8753 |
| Contact email msanjari@marathonoil.com | Incident # (assigned by OCD) |
| Contact mailing address 4111 S. Tidwell Rd., Carlsbad, NM 8220 | |

Location of Release Source

Latitude <u>32.27987337</u>

Longitude <u>-103.98443491</u> (NAD 83 in decimal degrees to 5 decimal places)

| Site Name: BLUE STEEL 21 WYX FEDERAL COM #012H | Site Type: Oil & Gas |
|--|------------------------------------|
| Date Release Discovered: 4/11/2021 | API# (if applicable): 30-015-45896 |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|--------|
| А | 28 | 238 | 29E | Eddy |

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 Released (bbls)
 Volume Recovered (bbls)

| Produced Water | Volume Released (bbls) 35 | Volume Recovered (bbls) 35 |
|------------------|--|---|
| | 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

The air eliminator failed on water transfer pump 1, which caused approx. 35 bbl. of produced water to be released inside of the lined, secondary containment. The WTP was repaired and all standing fluid was recovered. A notice will be sent out prior to a liner integrity inspection.

| rm C-141 | 21 4:16:36 PM State of New Mexico | Incident ID | Pag nAPP2110232460 |
|---|--|--------------------------------|-----------------------|
| je 2 | Oil Conservation Division | District RP | IIAI I 2110232400 |
| , , | | Facility ID | |
| | | Application ID | |
| release as defined by 19.15.29.7(A) NMAC? Yes No If YES, was immediate n | Volume notice given to the OCD? By whom? To whom? Whe | en and by what means (phone, o | email, etc)? |
| Yes, NOR submitted 4/1 | | | |
| Yes, NOR submitted 4/1 | Initial Response | e | |

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 <u>not</u> 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: <u>Melodie Sanjari</u> | Title: <u>Environmental Professional</u> |
|--|--|
| Signature: <u>Melodie Sanjari</u> | Date: 4/13/2021 |
| email: <u>msanjari@marathonoil.com</u> | Telephone: <u>575-988-8753</u> |
| OCD Only | |
| Received by: <u>Ramona Marcus</u> | Date: <u>5/7/2021</u> |

| B 91 | accounting 10-K E. Redd | GA ransportation Ser ragavetransport Rd. # 443 · El I | tion com | 79912 | | | Μ | 56523 |
|-----------------------|----------------------------|--|----------|----------------------------|--------------------|---------|---------------------------|-------------|
| MAR | ATHON | OIL CO. | | | DISPOSAL NUMBER | | DATE | 1 12 |
| J | <u>A</u> | | | | COST CENTER | | ORDERED BY | -13-21 |
| DELIVERED FROM: U | vorki | ns o | nL | ocation | TO: | cins or | n Loca | tion |
| LOCATION LEASE BLU | e ste | el ZIF | dea | n WA 15-H | | | COMPLETION | O FLOW BACK |
| TRUCK OR 89 | 398 | AMOUNT HAULED: | 5 | GAUGE: TO | P: | ВОТ | том: | |
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| | ARRIVE | 2.00 | O A.M. | there were s | barrels | BW | | |
| DISPOSAL | | | O P.M. | that 1 con | ected | CRI | | |
| - | DEPART | | O P.M. | of a spill | | | | |
| Au | BUR PRINT N | lovers | _ | COMPANY MAN PRIN | IT NAME | Thank Y | SUB TOTAL TAX TOTAL | |
| DF | RVER SIGNATU | RE | - | COMPANY MAN SIGN | ATURE | | | |

NAPP2110232460

DATE 4.11.2021 OFF TRUCK_ 151 Nº 184425 TIME OUT 1:00 ATIME IN 9:00 P P.O. Box 878 TRUCKING & CONTRACTING SERVICES, LLC 432-557-7202 Carlsbad, NM 88221 432-664-4668 OFFICE US Fax: 575-887-5827 www.tcstrucking.com Email: truckingcontractingsvc@contractor.net ONLY HAULED FOR Marathon - Blue steel ZI fed com wa Ist FROM TO MATERIAL HAULED HOURS AMOUNT arrive to loc 9:20 p -Service WOULL FFICE NLY Driver worked in location pick Up all the fluid from bastery container all the TOP GAUGE BOTTOM GAUGE Cluids to SWD BBLS 11) XAT SEAL ON TOTAL SEAL OFF manuel Silve LPER FORM - 3 PT. WATER TICKET - REV. 1-12 - NICHOLS PRINTING RECEIVED BY _ VER

NAPP2110232460

| HAULED FOR | Carisbad, NM 88221 Fax: 575-887-5827 Email: truckingcon | Correction Structor, LLC 432-557-720 432-664-466 www.tcstrucking.com tractingsvc@contractor.net | N9 88 m | TICKET |
|-----------------|---|--|---------------|--------|
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| EAL OFF | CONTAINER HIL | th 21-20103 10 3 WE | | |
| | | | | |

Received by OCD: 4/13/2021 4:16:36 PM

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CONDITIONS

Action 23963

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u> 1220 S. St Francis Dr., Santa Fe, NM 87505

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS OF APPROVAL

| | OGRID: 372098 | Action Number: 23963 | Action Type: C-141 |
|--|------------------|-------------------------|-----------------------|
| MARATHON OIL PERMIAN LLC 5555 San Felipe St. Permian Regulatory Team Houston, TX77056 | 372098 | 23903 | C-141 |
| | | | |
| OCD Reviewer | Condition | | |
| rmarcus | None | | |