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 | NAPP2111652890 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party SPUR ENERGY PARTNERS | OGRID 328947 |
|--|--------------------------------|
| Contact Name BRAIDY MOULDER | Contact Telephone 713-264-2517 |
| Contact email BMOULDER@SPUREPLLC.COM | Incident # (assigned by OCD) |
| Contact mailing address 919 MILAM STREET SUITE 2475, HOUSTON, TX 77002 | |

Location of Release Source

Latitude 32.8277969

Longitude -103.821998600

(NAD 83 in decimal degrees to 5 decimal places)

| DDD I C | | OM 35H BTY ERAL COM 35I | Site Type PRODUCTION | |
|---------|----------|----------------------------|---------------------------------|-------------------------------|
| | | | API# (if applicable) 30-015-424 | 120 |
| Section | Township | Range | County | |
| 13 | 17S | 31E | EDDY | |
| | Section | | Section Township Range | Section Township Range County |

| Crude Oil | Volume Released (bbls) | Volume Recovered (bbls) |
|------------------|--|---|
| Produced Water | Volume Released (bbls) 20.3BBLS | Volume Recovered (bbls) 20BBLS |
| | 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 | | |

4" VIC BALL VALVE DEVELOPED A $\frac{1}{2}$ " HOLE IN THE SIDE OF THE BALL VALVE, CAUSING PRODUCED WATER TO RELEASED INSIDE A FALCON CONTAINMENT. ALL FLUID REMAINED IN THE LINED CONTAINMENT. A VACUUM TRUCK WAS DISPACTCH TO THE SITE TO RECOVER STANDING FLUID.

Page 2

Oil Conservation Division

| | V |
|----------------|----------------|
| Incident ID | NAPP2111652890 |
| District RP | |
| Facility ID | |
| Application ID | |

| Was this a major release? If YES, for what reason(s) does the responsible party consider this a major release? □ Yes ☑ No If YES, for what reason(s) does the responsible party consider this a major release? □ Yes ☑ No If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? EMAIL WAS SENT TO THE OCD AND BLM ON 4/23/21 AT 10:23AM. | | | | |
|--|--|--|--|--|
| Initial Response | | | | |
| The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury | | | | |
| ☑ 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 <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: NATALIE GLADDEN Title: DIRECTOR OF ENVIRONMENTAL AND REGULATORY Signature: Date: 4/20/2/ | | | | |
| email: Natalie@energystaffingllc.com Telephone: 575-390-6397 | | | | |
| OCD Only | | | | |
| Received by: Ramona Marcus Date: 5/10/2021 | | | | |

natalie@energystaffingllc.com

From: Kenny Kidd <kkidd@spurepllc.com>
Sent: Friday, April 23, 2021 10:23 AM

To: CFO_Spill, BLM_NM; Venegas, Victoria, EMNRD; Hamlet, Robert, EMNRD; Bratcher, Mike,

EMNRD

Cc: Todd Mucha; Seth Ireland; Jerry Mathews; Braidy Moulder; Sarah Chapman; Susan

Lopez; Marilyn Roemisch; natalie@energystaffingllc.com

Subject: Puckett13 Federal Com 35 H Battery

We had a leak April 22, 2021 at around 7:30 A.M. at the Puckett13 Federal Com 35 H Battery. We had a 4" Vic Ball Valve developed a 1/4 inch hole in the side of the ball valve, causing a PW spill inside our battery.

Called out vacuum truck to suck out standing water on the west end of containment.

The fluid stayed in the containment. This battery does have a Falcon liner in it.

0 bbls Oil, 20.3 bbls Wtr, Recovered- 20 bbls

We will have ESS Environmental Company coming out to evaluate this. And filing any paper work on this spill.

This well is on the battery pad.

Puckett 13 Federal Com 35 H Well

Sec. O-13-17S-31E 150 FSL 2290 FEL

Lat/Long: 32.8277969,-103.8219986 NAD83

API 30-015-42420

If you have any question please give me a call.

| Spill Volume(Bbls) Calculator | | | |
|---|----------------------------|-----------------------------|--|
| Inputs in blue , Outputs in red | | | |
| Length(Ft) | Width(Ft) | Depth(In) | |
| 91.000 | <u>15.000</u> <u>2.000</u> | | |
| Cubic Feet Impacted | | 227.500 | |
| Barr | els | 40.52 | |
| Soil T | уре | Lined Containment | |
| Bbls Assuming 100% Saturation | | 40.52 | |
| Saturation | Fluid | present when squeezed | |
| Estimated Barrels Released 20.30000 | | 20.30000 | |
| | | | |
| 18 | Instr | ructions | |
| 1.Input spill measurements below. Length and width need to be input in feet and depth in inches. 2. Select a soil type from the drop down menu. 3. Select a saturation level from the drop down menu. | | | |
| (For data | gathering inst | tructions see appendix tab) | |
| | | | |
| Measurements | | | |
| | | | |
| Length (ft) | | 91 | |
| Width (ft) | | 15 | |
| Depth (in) | William . | 2 | |

Thanks,

Kenny Kidd Assistant Production Superintendent Office 575-616-5400 Cell 575-390-9254



Disclaimer

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natalie@energystaffingllc.com

From: Kenny Kidd <kkidd@spurepllc.com>

Sent: Saturday, April 24, 2021 7:41 PM

To: blm_nm_cfo_regulationenforcement@blm.gov; Robert.Hamlet@state.nm.us;

Chad.Hensley@state.nm.us; Bratcher, Mike, EMNRD; Jim.Griswold@state.nm.us

Cc: Todd Mucha; Seth Ireland; Jerry Mathews; Braidy Moulder; Sarah Chapman; Susan

Lopez; Marilyn Roemisch; natalie@energystaffingllc.com

Subject: J C FEDERAL #027 Battery

We had a spill April 24, 2021 at around 7:15 A.M. at the J C FEDERAL #027 Battery on the Water Tank.

The PLC blew a fuse on it and no alarm was sent out, causing the transfer pump not to come on, and the Water tank ran over.

There was a little skim oil on top of water tank.

The fluid stayed in the containment, this battery does have a liner with no pea gravel or dirt.

Vacuum truck was dispatched and pressure washer crew, to wash liner to pick up fluid.

Oil - 1 BBLs

WTR-42.2 BBIs

Total Spilled 43.2 bbls.

Recovered 42.5 bbls.

We will have ESS Environmental Company coming out to evaluate this. And filing any paper work on this spill.

If you have any question please give me a call.

This well is on the battery location.

J C FEDERAL #027

Sec. M-22-17S-32E 1240 FSL 990 FWL

Lat/Long: 32.8162079,-103.7596512 NAD83

API 30-025-39247

| Spill Volume(Bbis) Colculator Inputs in Max, Outputs in red | | | |
|--|-----------|-----------------------|--|
| Length(Ft) | Width(Ft) | Depth(In) | |
| 95.000 | 35.000 | 1.750 | |
| Cubic Feet Impacted 484,890 | | 484.896 | |
| Barr | els | 86.36 | |
| Soil T | | Lined Containment | |
| Bbh Assum Satura | | 86.36 | |
| Saturation | | present when squeezed | |
| Estimated Barr | | 43.20000 | |
| Instructions 1. Input spill measurements below. Length and width need to | | | |
| be input in feet and depth in inches. 2. Select a soll type from the drop down menu. 3. Select a saturation level from the drop down menu. (For data gathering instructions see appendix tab) | | | |
| Measurements ength (ft) 95 Victo (ft) 35 Depth (in) 2.75 | | | |

Thanks,

Kenny Kidd Assistant Production Superintendent Office 575-616-5400 Cell 575-390-9254



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

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 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

Action 25644

CONDITIONS OF APPROVAL

| Operator: | OGRID: | Action Number: | Action Type: |
|--|--------|----------------|--------------|
| SPUR ENERGY PARTNERS LLC 9655 Katy Freeway | 328947 | 25644 | C-141 |
| Suite 500 Houston, TX77024 | | | |

| OCD Reviewer | Condition |
|--------------|-----------|
| rmarcus | None |