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 | nAPP2113151109 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

| | | | Resp | onsi | ble Part | y | |
|---|----------------|------------------------|---|---------------------------------------|-------------------|-------------------|---|
| Responsible Party EOG Resources, Inc. | | OGRID 7 | 377 | | | | |
| Contact Name Chase Settle | | Contact To | elephone 575-7 | 748-1471 | | | |
| | | Settle@eogre | sources.com | | | (assigned by OCD) | |
| Contact mai | ling address | 104 S. 4th Str | eet, Artesia, N | 1M 8 | 8210 | | |
| | | | Location | | | ource | |
| Latitude 32 | .920457 | | | | Longitude _ | -104.394299 | 9 |
| | | | (NAD 83 in dec | cimal de | grees to 5 decin | nal places) | |
| Site Name M | cCullar P | roperty | | | Site Type F | Private Residence | (36 S. Espuela Rd., Lake Arthur, NM 88253) |
| Date Release | Discovered | August 2020 (pendir | g continuing investig | gation) | API# (if app | plicable) | |
| II.'4 I .44 | G t | T1. | D | | C | .4 | 1 |
| Unit Letter | Section | Township | Range | County | | | |
| L | 16 | 16S | 26E | Eddy | | | |
| Surface Owne | er: State | Federal Tı | ribal 🔽 Private (1 | Name: | Kerry Mo | Cullar |) |
| | | | | | | | |
| | | | Nature and | 1 VO | lume of I | Release | |
| | | | | calculat | tions or specific | | volumes provided below) |
| Crude Oil Volume Released (bbls) | | | | Volume Recovered (bbls) | | | |
| Produced Water Volume Released (bbls) | | | | Volume Recovered (bbls) | | | |
| Is the concentration of dissolved chloride produced water >10,000 mg/l? | | e in the | ☐ Yes ☐ N | 0 | | | |
| 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) | | | | |
| Unauthorized soil disposal Approximately 160 cubic yards | | | None at this tir | ne (pending continuing investigation) | | | |
| Cause of Re | | • | | | | | |
| approximately | 160 cubic yard | ds of soil on or aroun | d October 2020 that | had be | en excavated t | from EOG's well p | and sampling, to determine whether EOG's Property, without EOG's knowledge or approval ad at the Inex #003 Well (API 30-015-25916) to determine whether soil contaminated with |

chlorides was delivered to the McCullar Property based on available records and its investigation to date. EOG is unable to determine therefore whether an unauthorized release has occurred. EOG will update this C-141 and keep the NMOCD apprised as its investigation and site characterization continues,

as appropriate.

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| | use | And . | v | |

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|----------------|----------------|
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| Was this a major release as defined by 19.15.29.7(A) NMAC? ☐ Yes ☑ No | If YES, for what reason(s) does the respon | |
|---|--|---|
| If YES, was immediate no | otice given to the OCD? By whom? To wh | om? When and by what means (phone, email, etc)? |
| | Initial Ro | esponse |
| The responsible p | party must undertake the following actions immediatel | y unless they could create a safety hazard that would result in injury |
| The impacted area ha | ease has been stopped. s been secured to protect human health and twe been contained via the use of berms or described. | the environment. ikes, absorbent pads, or other containment devices. |
| All free liquids and re | ecoverable materials have been removed and | l managed appropriately. |
| If all the actions described above have <u>not</u> been undertaken, explain why: As stated above, and previously to NMOCD, EOG has been unable to determine that an unauthorized release has occurred to date; however, EOG has undertaken and is undertaking the following steps: (1) Provided written notice on 12/11/20 to the owner of the McCullar Property that soil potentially contaminated with chlorides may have been transported and deposited on her property by ESS; (2) Obtained approval from the McCullar Property owner to access the location to conduct sampling; and (3) Preparing for NMOCD approval of a site characterization and sampling plan for the McCullar Property. EOG will confer with NMOCD on next steps after the site characterization and sampling have been completed and submitted for NMOCD review. | | |
| has begun, please attach | a narrative of actions to date. If remedial | emediation immediately after discovery of a release. If remediation efforts have been successfully completed or if the release occurred lease attach all information needed for closure evaluation. |
| regulations all operators are public health or the environr failed to adequately investig | required to report and/or file certain release notinent. The acceptance of a C-141 report by the Cate and remediate contamination that pose a thre | pest of my knowledge and understand that pursuant to OCD rules and fications and perform corrective actions for releases which may endanger CD does not relieve the operator of liability should their operations have at to groundwater, surface water, human health or the environment. In responsibility for compliance with any other federal, state, or local laws |
| Printed Name: Chase S | Settle | Title: Rep Safety & Environmental Sr |
| Signature: Chase | Dettle | Date: 05/11/2021 |
| email: Chase_Settle | @eogresources.com | Telephone: <u>575-748-1471</u> |
| OCD Only Received by: Ramona | Marcus | Date: |

Received by OCD: 5/14/2021 1:13:40 PM Form C-141 State of New Mexico
Page 3 Oil Conservation Division

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

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? | (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: 5/14/2021 1:13:40 PM Form C-141 State of New Mexico Page 4 Oil Conservation Division

| | Page 4 of 7 |
|----------------|-------------|
| Incident ID | |
| District RP | |
| Facility ID | |
| Application ID | |

| 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: | _ Title: | |
| Signature: | Date: | |
| email: | Telephone: | |
| | | |
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| | | |

Received by OCD: 5/14/2021 1:13:40 PM Form C-141 State of New Mexico Page 5 Oil Conservation Division

| | Page 5 of | 7 |
|----------------|-----------|---|
| Incident ID | | |
| District RP | | |
| Facility ID | | |
| Application ID | | |

Remediation Plan

| Remediation Plan Checklist: Each of the following items must b | e included in the plan. |
|---|--|
| □ Detailed description of proposed remediation technique □ Scaled sitemap with GPS coordinates showing delineation poin □ Estimated volume of material to be remediated □ Closure criteria is to Table 1 specifications subject to 19.15.29. □ Proposed schedule for remediation (note if remediation plan times) | 12(C)(4) NMAC |
| Deferral Requests Only: Each of the following items must be con | afirmed as part of any request for deferral of remediation. |
| | roduction equipment where remediation could cause a major facility |
| Extents of contamination must be fully delineated. | |
| Contamination does not cause an imminent risk to human health | n, the environment, or groundwater. |
| | e and remediate contamination that pose a threat to groundwater, acceptance of a C-141 report does not relieve the operator of |
| Printed Name: | Title: |
| Signature: | Date: |
| email: | Telephone: |
| OCD Only | |
| Received by: | Date: |
| Approved | Approval |
| Signature: | <u>Date:</u> |

Received by OCD: 5/14/2021 1:13:40 PM Form C-141 State of New Mexico Page 6 Oil Conservation Division

| | Page 6 of 7 |
|----------------|-------------|
| Incident ID | |
| District RP | |
| Facility ID | |
| Application ID | |

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 ODC | Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling) | | | | |
| ☐ Description of remediation activities | | | | | |
| | | | | | |
| and regulations all operators are required to report and/or file certain may endanger public health or the environment. The acceptance of | nediate contamination that pose a threat to groundwater, surface water, a C-141 report does not relieve the operator of responsibility for tions. The responsible party acknowledges they must substantially neditions that existed prior to the release or their final land use in CD when reclamation and re-vegetation are complete. | | | | |
| Signature: | Date: | | | | |
| email: | Telephone: | | | | |
| | | | | | |
| | | | | | |
| OCD Only | | | | | |
| OCD Only Received by: | Date: | | | | |
| Received by: Closure approval by the OCD does not relieve the responsible party | of liability should their operations have failed to adequately investigate and water, human health, or the environment nor does not relieve the responsible | | | | |
| Received by: Closure approval by the OCD does not relieve the responsible party remediate contamination that poses a threat to groundwater, surface | of liability should their operations have failed to adequately investigate and water, human health, or the environment nor does not relieve the responsible or regulations. | | | | |

<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 28297

CONDITIONS OF APPROVAL

| Operator: | | | OGRID: | Action Number: | Action Type: |
|-------------------|---------------|------------------|--------|----------------|--------------|
| EOG RESOURCES INC | P.O. Box 2267 | Midland, TX79702 | 7377 | 28297 | C-141 |

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