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

)

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Incident ID	nAPP2114748831
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party: Cimarex Energy Co.	OGRID: 215099	
Contact Name: Laci Luig	Contact Telephone: (432) 571-7800	
Contact email: lluig@cimarex.com	Incident # (assigned by OCD) nAPP2114748831	
Contact mailing address: 600 N Marienfeld Street, Ste. 600 Midland, TX 79701		

Location of Release Source

Latitude 32.111807_

[NAD 83 in decimal degrees to 5 decimal places]

Site Name: Vaca Draw 20-17 Federal	Site Type: Battery	
Date Release Discovered: 5/26/2021	API# (if applicable)	

Unit Letter	Section	Township	Range	County
М	20	258	33E	Lea

Surface Owner: State X 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)

Volume Released (bbls) 126	Volume Recovered (bbls) 126
Volume Released (bbls) 314	Volume Recovered (bbls) 314
Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes No
Volume Released (bbls)	Volume Recovered (bbls)
Volume Released (Mcf)	Volume Recovered (Mcf)
Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)
	Volume Released (bbls) 314 Is the concentration of dissolved chloride in the produced water >10,000 mg/l? Volume Released (bbls) Volume Released (bbls)

Cause of Release: Corrosion

A hole developed on the bottom side of a welded spool on back of the gun barrel tank. Released 126 barrels oil and 314 barrels water into the lined containment. A vacuum truck recovered all fluids and pumped back into a tank. The tank was then gauged to determine the total loss of 440 barrels. The gun barrel has been taken out of service for inspection and repairs. The containment is scheduled to be cleaned.

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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	release as defined by Total released is greater than 25 barrels.				
19.15.29.7(A) NMAC?					
🛛 Yes 🗌 No					
If YES, was immediate n	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?				
By: Laci Luig					
To: Mike Bratcher, Chad Hensley, Cristina Eads, Robert Hamlet and BLM					
By: Email					
Initial Degraphics					
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 not 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: Laci Luig	Title: ESH Specialist
Signature: <u>Aac</u>	_ Date: 5/27/2021
email: lluig@cimarex.com	Telephone: (432) 208-3035
OCD Only	
Received by: Ramona Marcus	Date:7/7/2021

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Oil Conservation Division

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Incident ID	nAPP2114748831	
District RP		
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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?		
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 1/2-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: 7/6/202	21 2:38:06 PM State of New Mexico			Page 4 of 15
			Incident ID	nAPP2114748831
Page 4	Oil Conservation Division	on	District RP	
			Facility ID	
			Application ID	
regulations all operators are public health or the environ failed to adequately investig addition, OCD acceptance and/or regulations. Printed Name: Laci Luig Signature: <u><u>A</u><u>A</u><u>C</u> email: lluig@cimarex.co</u>	· AÔ	notifications and perform co he OCD does not relieve the threat to groundwater, surfa	prrective actions for rele e operator of liability sh ce water, human health liance with any other fe	eases which may endanger ould their operations have or the environment. In
OCD Only				
Received by: Ran	nona Marcus	Date:7/7/2	021	

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.

<u>Closure Report Attachment Checklist</u>: Each of the following in	tems 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 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 should their operations have failed to adequately investigate and rem human health or the environment. In addition, OCD acceptance of a compliance with any other federal, state, or local laws and/or regula restore, reclaim, and re-vegetate the impacted surface area to the con accordance with 19.15.29.13 NMAC including notification to the O Printed Name: Laci Luig	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 nditions that existed prior to the release or their final land use in			
email: lluig@cimarex.com	Telephone: (432) 208-3035			
	1 ()			
OCD Only				
Received by: Ramona Marcus	Date: 7/7/2021			
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.				
Closure Approved by:	Date: 07/21/2021			
Printed Name: Chad Hensley	Title: Environmental Specialist Advanced			

From:	Laci Luig
То:	Mike Bratcher, EMNRD, Cristina Eads, EMNRD, Robert Hamlet, EMNRD, BLM NM CFO Spill, Hensley, Chad,
	EMNRD
Cc:	Gloria Garza; Christian Carnott
Subject:	Liner Inspection - Vaca Draw 20-17 Federal Battery
Date:	Monday, June 28, 2021 9:26:40 AM

A liner inspection at the Vaca Draw 20-17 Battery has been scheduled for Thursday, July 1st at 8:00 am (MST)

Incident ID: nAPP2114748831 Coordinates: 32.111807, -103.60132

Thank you,

Laci Luig (432) 208-3035

From: Laci Luig <lluig@cimarex.com>

Sent: Thursday, May 27, 2021 3:58 PM

To: Mike Bratcher, EMNRD <mike.bratcher@state.nm.us>; Cristina Eads, EMNRD
<cristina.eads@state.nm.us>; Robert Hamlet, EMNRD <robert.hamlet@state.nm.us>; BLM NM CFO
Spill <BLM_NM_CFO_Spill@blm.gov>; Hensley, Chad, EMNRD <Chad.Hensley@state.nm.us>
Cc: Gloria Garza <ggarza@cimarex.com>; Christian Carnott <CCarnott@cimarex.com>
Subject: Cimarex Reportable - Vaca Draw 20-17 Federal Battery

All,

We had a reportable release at our Vaca Draw 20-17 Federal battery. A hole developed on the bottom side of a welded spool on back of the gun barrel tank. Released 126 barrels oil and 314 barrels water into the lined containment. A vacuum truck recovered all fluids and pumped back into a tank. The tank was then gauged to determine the total loss of 440 barrels. The gun barrel has been taken out of service for inspection and repairs. The containment is scheduled to be cleaned.

Thank you,

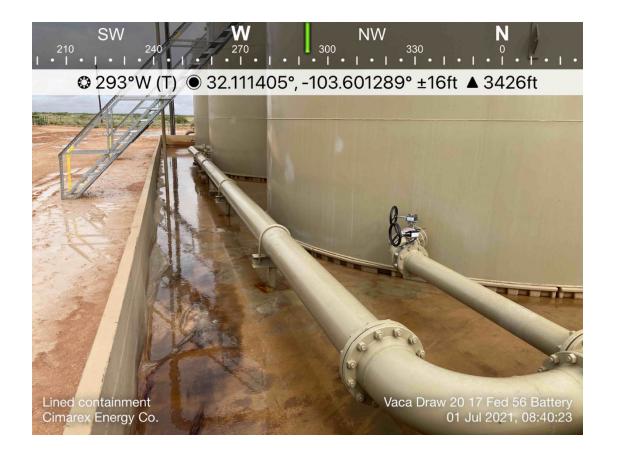
Laci Luig ESH Specialist Cimarex Energy Mobile (432) 208-3035 Office (432) 571-7810 Iluig@cimarex.com

Vaca Draw 20-17 Federal 5/6 Battery

Gun Barrel Size		bbls bbls/in.		
	Ft.	In.	Total In.	Total Bbls
Top Gauge	13	3.5	159.5	440
Oil Cut			28.53%	126
Water Cut			71.47%	315

Release Date: 5/26/2021



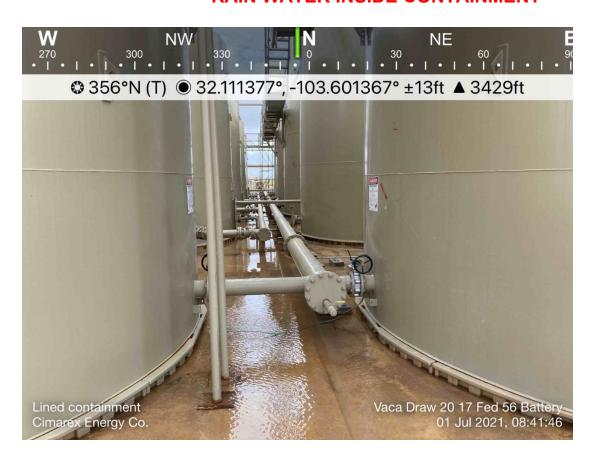


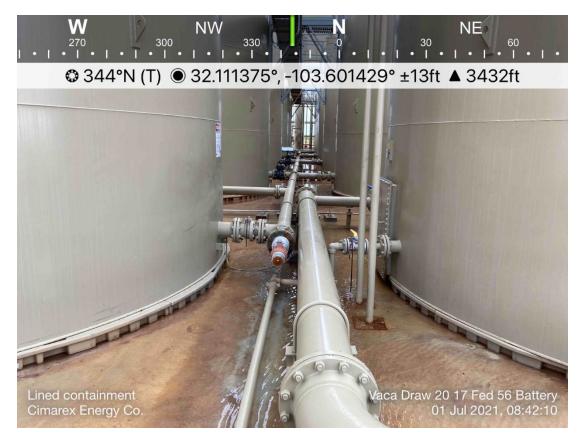


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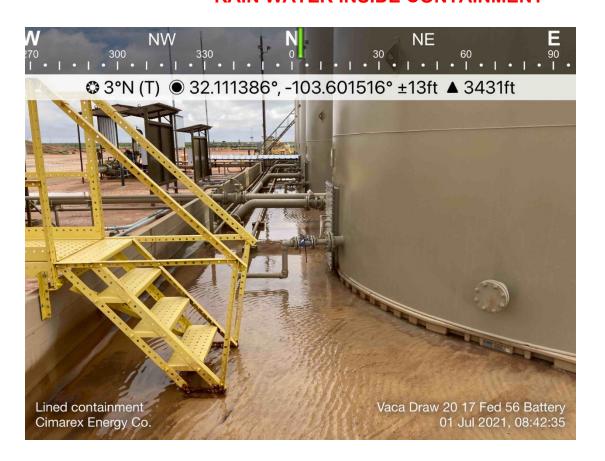


CIMAREX





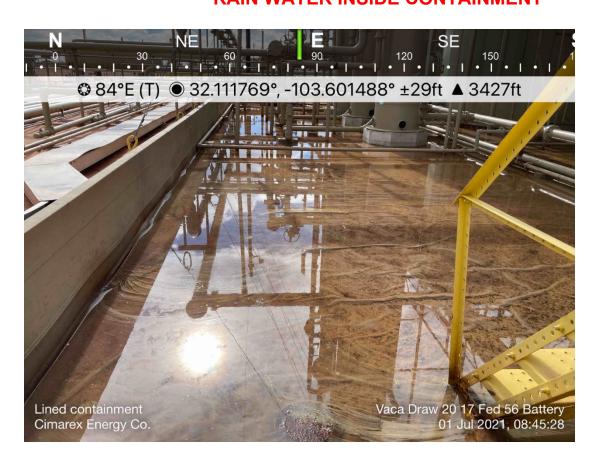






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CIMAREX ENERGY VACA DRAW 20-17 FEDERAL 5H-6H,43H-45H,71H-73H BATTERY LEA, NM

RAIN WATER INSIDE CONTAINMENT





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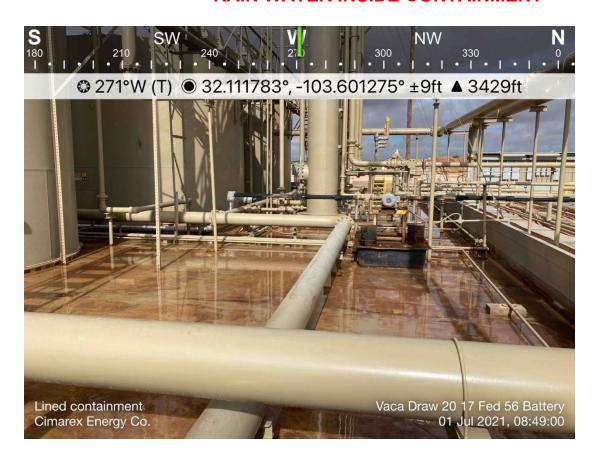


CIMAREX









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

District IV

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

Operator:	OGRID:
CIMAREX ENERGY CO.	215099
600 N. Marienfeld Street	Action Number:
Midland, TX 79701	35054
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
chensley	None	7/21/2021

CONDITIONS

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Action 35054