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

32.2634272

Latitude

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 | nAPP2128751635 | |
|----------------|----------------|--|
| District RP | | |
| Facility ID | | |
| Application ID | | |

Release Notification

Responsible Party

| Responsible Party | JR OIL LTD | OGRID | |
|-------------------------|---------------------------|------------------------------|----------------|
| Contact Name | JOE TIPPY | Contact Telephone | 575-390-1380 |
| Contact email | joetippy@valornet.com | Incident # (assigned by OCD) | nAPP2128751635 |
| Contact mailing address | PO BOX 2975 HOBBS, NM 882 | 41 | |

Location of Release Source

(NAD 83 in decimal degrees to 5 decimal places)

Longitude _

-103. 2135886

| Site Name | | MYERS LANGLIE | E MATTIX UNIT SAT #2 | Site Type | SATE | LLITE | |
|---|------------|--|---|-------------------|---------------------------------|--------------|--|
| Date Release | Discovered | 9/30/21 | | API# (if app | licable) | | |
| Unit Letter | Section | Township | Range | Coun | ty | | |
| Р | 25 | 23S | 26E | LEA | 4 | | |
| Surface Owner | r. State | ☐ Federal ☐ Tr | ibal Private (Name: | LEA CO | DUNTY PA | ARTNERS | |
| arrage 5 wile | State | | | | | | |
| | | | Nature and Vo | lume of F | Release | | |
| | | | that apply and attach calcula | tions or specific | | | |
| Crude Oil | | Volume Release | d (bbls) 10bbls | | Volume Recovered (bbls) 9bbls | | |
| Produced | Water | Volume Released (bbls) 240bbls | | | Volume Recovered (bbls) 239bbls | | |
| | | Is the concentration of dissolved chloride in t produced water >10,000 mg/l? | | | ■ Yes □ N | О | |
| Condensa | te | Volume Released (bbls) | | | Volume Reco | vered (bbls) | |
| Natural G | as | Volume Released (Mcf) | | | Volume Reco | vered (Mcf) | |
| Other (describe) Volume/Weight Released (provide units) | | 5) | Volume/Weight Recovered (provide units) | | | | |
| | | | | | | | |
| Cause of Rele | ease | | | | | | |
| TRUNK LII | NE PLUG | GED OFF CA | AUSING AN OVER | RPRESSU | RE EVENT | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |

Form C-141 Page 2

State of New Mexico Oil Conservation Division

| Incident ID | nAPP2128751635 | ī |
|----------------|----------------|---|
| District RP | | |
| Facility ID | | |
| Application ID | | |

| Was this a major | ISVES Samuel American (a) day at the samuel | -:\-\ |
|---|--|--|
| Was this a major release as defined by | If YES, for what reason(s) does the respon | |
| 19.15.29.7(A) NMAC? | 250 EST. BBLS OF OIL/PRODU | JCED WATER, EST 12,000 CHLORIDES |
| 17.13.27.7(71) (11) | | |
| Yes No | | |
| | 9 | |
| | | |
| | | |
| If YES, was immediate n | otice given to the OCD? By whom? To wh | nom? When and by what means (phone, email, etc)? |
| PHONE CALL TO | GARY ROBINSON (OCD), ON 10 | 1/2/21 AND EMAIL 10/2/21 BY JOSH LATIMER JR |
| OIL PRODUCTION | FOREMAN | |
| | | |
| | Initial Ro | esponse |
| The responsible | party must undertake the following actions immediated | y unless they could create a safety hazard that would result in injury |
| ■ The source of the rele | ease has been stopped. | |
| ■ The impacted area ha | is been secured to protect human health and | the environment. |
| Released materials ha | ave been contained via the use of berms or o | likes, absorbent pads, or other containment devices. |
| All free liquids and re | ecoverable materials have been removed an | d managed appropriately. |
| If all the actions describe | d above have <u>not</u> been undertaken, explain | why: |
| | | |
| 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 blease attach all information needed for closure evaluation. |
| regulations all operators are public health or the environ failed to adequately investig addition, OCD acceptance o and/or regulations. | 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 threfa C-141 report does not relieve the operator of | best of my knowledge and understand that pursuant to OCD rules and fications and perform corrective actions for releases which may endanger OCD 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: JOSH | LATIMER | Title: PRODUCATION FOREMAN |
| | of the state of th | 11/10/21 |
| Signature: | | Date: 11/12/21 |
| email. JLATIMER@ | OLTENERGYNM.COM | Telephone: 575-414-9188 |
| Cinan. | | receptions. |
| | | |
| OCD Only | | |
| Paman | a Marcus | 11 /17 /2021 |
| Received by: | a matcus | Date: 11/16/2021 |
| | | |

Page 3 of 4

***** LIQUID SPILLS - VOLUME CALCULATIONS ******

Location of spill:

Myers Langlie Mattix Unit Sat #2

Date of Spill:

Site Soil Type: Fine Sand

9/30/2021

Average Daily Production:

BBL Oil

BBL Water

| | Total Area Calculations | | | | | |
|--------------------|-------------------------|---|--------|---|----------------|---------|
| Total Surface Area | width | | length | | wet soil depth | oil (%) |
| Rectangle Area #1 | 25 ft | Х | 780 ft | Х | 0 in | 4% |
| Rectangle Area #2 | 0 ft | X | 0 ft | X | 0 in | 0% |
| Rectangle Area #3 | 0 ft | X | 0 ft | X | 0 in | 0% |
| Rectangle Area #4 | 0 ft | X | 0 ft | X | 0 in | 0% |
| Rectangle Area #5 | 0 ft | X | 0 ft | X | 0 in | 0% |
| Rectangle Area #6 | O ft | Χ | O ft | Χ | 0 in | 0% |
| Rectangle Area #7 | O ft | Χ | O ft | Χ | 0 in | 0% |
| Rectangle Area #8 | 0 ft | X | 0 ft | X | 0 in | 0% |

Porosity 0.16 gal per gal

| Saturated Soil Volume Calculations: | | | |
|---|------------|-----------------------|--|
| | <u>H2O</u> | <u>OIL</u> | |
| Area #1 19500 sq. ft. | 78 cu. ft. | 3 cu. ft. | |
| Area #2 0 sq. ft. | cu. ft. | cu. ft. | |
| Area #3 0 sq. ft. | cu. ft. | cu. ft. | |
| Area #4 0 sq. ft. | cu. ft. | cu. ft. | |
| Area #5 0 sq. ft. | cu. ft. | cu. ft. | |
| Area #6 0 sq. ft. | cu. ft. | cu. ft. | |
| Area #7 0 sq. ft. | cu. ft. | cu. ft. | |
| Area #8 0 sq. ft. | cu. ft. | cu. ft. | |
| Total Solid/Liquid Volume: 19,500 sq. ft. | 78 cu. ft. | 3 cu. ft. | |
| Estimated Volumes Spilled | | | |
| | <u>H2O</u> | <u>OIL</u> | |
| Liquid in Soil: | 2.2 BBL | 0.1 BBL | |
| Liquid Recovered : | 239.0 BBL | <u>9.0</u> <u>BBL</u> | |
| Spill Liquid | 241.2 BBL | 9.1 BBL | |
| Total Spill Liquid: | 250.3 | | |
| Recovered Volumes | | | |
| Estimated oil recovered: 9.0 BBL | | | |
| Estimated water recovered: 239.0 BBL | | | |

| | _ |
|-------------------|----------|
| Soil Type | Porosity |
| Clay | 0.15 |
| Peat | 0.40 |
| Glacial Sediments | 0.13 |
| Sandy Clay | 0.12 |
| Silt | 0.16 |
| Loess | 0.25 |
| Fine Sand | 0.16 |
| Medium Sand | 0.25 |
| Coarse Sand | 0.26 |
| Gravely Sand | 0.26 |
| Fine Gravel | 0.26 |
| Medium Gravel | 0.25 |
| Coarse Gravel | 0.18 |
| Sandstone | 0.25 |
| Siltstone | 0.18 |
| Shale | 0.05 |
| Limestone | 0.13 |
| Basalt | 0.19 |
| Volcanic Tuff | 0.20 |
| Standing Liquids | |

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

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 62147

CONDITIONS

| Operator: | OGRID: |
|-------------------|---|
| J R OIL, LTD. CO. | 256073 |
| P.O. Box 2975 | Action Number: |
| Hobbs, NM 88241 | 62147 |
| | Action Type: |
| | [C-141] Release Corrective Action (C-141) |

CONDITIONS

| Created | Condition | Condition |
|---------|--|------------|
| Ву | | Date |
| | The submitted C-141 is accepted with the following condition(s): The lateral and longitudinal information does not match the ULSTR regarding the release location. Please correct the conflicting information and report back to OCD. The latitude and longitude information on the C-141 resulted in the following ULSTR: H-36-23S-36E. | 11/16/2021 |