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

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Page 1 of 4

Incident ID	NAPP2205227171
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party Hilcorp Energy Company	OGRID 372171
Contact Name Billy Ginn	Contact Telephone 346-237-2073
Contact email William.Ginn@hilcorp.com	Incident # nAPP2205227171
Contact mailing address 1111 Travis Street, Houston, Texas 77002	

Location of Release Source

Latitude 36.837296

Longitude -107.367525 (NAD 83 in decimal degrees to 5 decimal places)

Site Name Cat Draw 100	Site Type Natural Gas Production Facility
Date Release Discovered 02/09/2022 @ 10:00am MT	API# 30-039-26167

Unit Letter	Section	Township	Range	County
М	04	30N	05W	Rio Arriba

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 Recovered (bbls)
Produced Water	Volume Released (bbls) 377	Volume Recovered (bbls) 90
	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:

On 02/09/2022 at approximately 10:00am MT, Hilcorp Energy Company (Hilcorp) discovered the cross-over line connecting two tanks froze and split causing the contents of both tanks to release (377 bbls of produced water) into the secondary containment at the Cat Draw 100 (API: 30-039-26167) in Rio Arriba County, NM. Immediately upon discovery, the storage tanks were isolated, and a vacuum truck was dispatched to the area recovering as much liquid as possible. Hilcorp made the appropriate notifications by e-mail within 24 hours of discovery of the release in accordance with NMAC 19.15.29.10 A. (1).

Page 2 of 4

Dil (Conserv	vation	Di	vis	ion

Incident ID	NAPP2205227171
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Was this a major release as defined by	If YES, for what reason(s) does the responsible party consider this a major release?
19.15.29.7(A) NMAC?	The spill amount exceeded 25 bbls.
🛛 Yes 🗌 No	
If YES, was immediate no	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?
Clara Cardoza notified the	e BLM (FFO) and NMOCD via 24-hour email notification on 02/09/2022 at 07:36 pm CST.

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

 \square 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: Billy Ginn	Title: Environmental Specialist
Signature: Date: 02/21/20	22
email: William.Ginn@hilcorp.com	Telephone:346-237-2073
OCD Only	
Received by: Ramona Marcus	Date:2/21/2022

Billy Ginn

From:	Clara Cardoza
Sent:	Wednesday, February 9, 2022 7:35 PM
To:	Enviro, OCD, EMNRD; 'Nelson.Velez@state.nm.us'; Abiodun Adeloye; Joyner, Ryan N
Cc:	Billy Ginn
Subject:	Hilcorp Release Notification - Cat Draw 100

Please let this serve as immediate notification for a major released discovered at the Cat Draw 100 (API 3003926167) in Rio Arriba County . The release was discovered today 2/9/2022 at 10:00 a.m. by the site operator when he arrived at location and found the 4" cross over pipe between two tanks froze and split draining the content of the tanks into secondary containment. The total released was 377 bbls of produced water and 90 bbls were recovered. No one was injured and none of the produced water left location.

An initial C-141 will be submitted in accordance with NMAC 19.15.29.

Thank you,

Clara M Cardoza Environmental Compliance L48W 505-564-0733 (O) 505-793-2784 (C)

Please consider the environment before printing this e-mail

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:
HILCORP ENERGY COMPANY	372171
1111 Travis Street	Action Number:
Houston, TX 77002	82870
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
rmarcus	When submitting future reports regarding this release, please submit the calculations used or specific justification for the volumes reported on the initial C- 141	2/21/2022

Page 4 of 4

Action 82870