

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

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB1518054044 **102683** **OPERATOR** ☒ Initial Report ☐ Final Report

Name of Company Cimax Energy	Contact Christine Alderman
Address 600 N Marienfeld Ste 600 Midland TX	Telephone No. 432-853-7059
Facility Name Gadwall 18 Fed Com 2H	Facility Type production

Surface Owner Federal	Mineral Owner	API No. 30-015-39141
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	18	25S	27E	150	N	2310	W	Eddy

Latitude 32.13681 Longitude -104.23044

NATURE OF RELEASE

Type of Release produced water	Volume of Release 30 bbls	Volume Recovered 0
Source of Release poly flowline	Date and Hour of Occurrence 06/25/2015	Date and Hour of Discovery 06/25/2015 5:00pm
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/Randy Pair	
By Whom? Christine Alderman	Date and Hour 6/26/2015 11:00am	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

NM OIL CONSERVATION

ARTESIA DISTRICT

JUN 26 2015

Describe Cause of Problem and Remedial Action Taken.*

Poly flowline ruptured

RECEIVED

Describe Area Affected and Cleanup Action Taken.*

Release happened on back side of location pad an area approximately 60 yds X 15 yds, and ran 100 yds down cowpath. Diversified will assess and develop workplan.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD 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 NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD 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.

Signature: <i>Christine Alderman</i>	OIL CONSERVATION DIVISION	
Printed Name: Christine Alderman	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: ESH Supervisor	Approval Date: 6/29/15	Expiration Date: N/A
E-mail Address: calderman@cimax.com	Conditions of Approval:	
Date: 6/26/2015 Phone: 432-853-7059	Remediation per O.C.D. Rules & Guidelines <input type="checkbox"/> SUBMIT REMEDIATION PROPOSAL NO LATER THAN: 7/30/15	

* Attach Additional Sheets If Necessary

2RP-3076

Patterson, Heather, EMNRD

From: Christine Alderman <calderman@cimarex.com>
Sent: Friday, June 26, 2015 10:03 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; rpair@blm.gov
Cc: mburton@diversifiedfsi.com; Lance Crenshaw (lcrenshaw@diversifiedfsi.com)
Subject: Gadwall 18 Fed Com 2H (API 30-015-39141)
Attachments: 20150626093241705.pdf

All,

Unfortunately yesterday evening (6/25/2015) we discovered another spill at the above mentioned lease. A 4" poly flowline ruptured releasing 30 bbls of produced water onto the location pad and approximately 100 yds down a cowpath. No fluids were recovered.

Production has taken this line out of service. A new line will be replacing it. Diversified has been to all the locations of the spills and has mapped them and will start initial sampling this weekend. We will have workplans to you ASAP.

The C-141 for this spill is attached, as are the 4 previous ones for this transfer line in that area.

If you should have any questions, please contact me.

Christine Alderman

ESH Supervisor – Permian Basin

Mobile: 432-853-7059

Office: 432-620-1982

