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

)

| Incident ID | NAPP2100835352 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party Marathon Oil Permian LLC | OGRID 372098 |
|--|--------------------------------|
| Contact Name Melodie Sanjari | Contact Telephone 575-988-8753 |
| Contact email msanjari@marathonoil.com | Incident # (assigned by OCD) |
| Contact mailing address 4111 S. Tidwell Rd., Carlsbad, NM 8220 | |

Location of Release Source

Latitude <u>32.15319233</u>

Longitude <u>-104.0881436</u> (NAD 83 in decimal degrees to 5 decimal places)

| Site Name RICK DECKARD STATE 25 28 4 WXY #012H | Site Type Oil & Gas Facility |
|--|-----------------------------------|
| Date Release Discovered 1/7/2021 | API# (if applicable) 30-015-45090 |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|--------|
| 0 | 04 | 258 | 28E | Eddy |

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) 12 | Volume Recovered (bbls) 12 |
| | 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

Operator arrived on location to a very minor pinhole failure on the main water leg that resulted in the release of approx. 12 bbl. of produced water inside of the lined, secondary containment. The source was isolated and all standing fluids were recovered over the next two days. A notice will be sent out prior to a formal liner integrity inspection.

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State of New Mexico Oil Conservation Division

| Incident ID | NAPP2100835352 |
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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 | |
| 19.15.29.7(A) NMAC? | |
| | |
| 🗌 Yes 🖾 No | |
| | |
| | |
| | |
| If YES, was immediate no | otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? |
| Yes, via C141a 1/8/2021 | |
| | |
| | |

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: <u>Melodie Sanjari</u> | Title:Environmental Professional | |
|--|----------------------------------|--|
| Signature: <u>Melodie Sanjari</u> | Date: 1/11/2021 | |
| email: <u>msanjari@marathonoil.com</u> | Telephone: <u>575-988-8753</u> | |
| OCD Only | | |
| Received by: Ramona Marcus | Date: <u>1/14/2021</u> | |

| MULI | HOLLAND Y SERVICES |
|---|--|
| Date <u>AL-07-20</u> Truck # <u>333</u> Customer <u>Mar at how ori</u> Lease/Well # <u>Rick Deckard 4 144</u> <u>State 144,184,154, 124</u> | Co. Man |
| Material Hauled (or work performed) Got ca to Location. Run hase's cuord of to pick up spirit Got Mark un. Locating west day to got of Europenest, house to got of the Milles on The million | d called rumper and the |
| Lease or System Name From To | Well # RRC # |
| Time/Qty: Description Rate hrs. @ | Total per hr. = per bbl/gal. = per = Total Hours |
| I was not injured in an accident in the performance of this v Stamp & Sign | vork. Employee Signature |
| SERVICE ACKNOWLEDGED AND ARTICLES RECEIVED IN | |
| | Customer Pink-Driver |
| | |
| | |

| | | STRAN WBERRY STRAN |
|---|---|---|
| | ULHOLLAND ERGY SERVICES | Field Ticket |
| Date 01-08-21-1 Truck # 333 Customer Marathon or c | Co. Man <u>Colm</u> AFE # Drilling Rig Ticket # | / Jesse Wildman |
| Material Hauled (or work performed) Ret and housed, KAN hose up spill, pick in Equ | for to Rick dec 's and squarged uprient and Ro | water and pate |
| Lease or System Name From fulc dallard 11 and To_WG1 | Well # | BRC# |
| Time/Qty: Description hrs | | Total = |
| Start Time: 600 of MT Stop T Driver Name | | = Total Hours |
| I was not injured in an accident in the performanc | e of this work. Employee Signa | ture |
| SERVICE ACKNOWLEDGED AND ARTICLES REC | EIVED IN GOOD CONDITION | N UNLESS NOTED. |
| White-Office TOTAL AMOUNT DUE W Overdue invoices are subject to a late pay Customer shall be responsible for any and all reasone | Yellow-Customer Pink-Driver ITHIN 30 DAYS OF THE INVOICE I rment charge of 1.5% per month on a able attorney fees associated with th | any unpaid balances. |
| | | |