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

| Incident ID | NAPP2107445051 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party: Matador Production Company | | | OGRID: 228937 | | | | |
|---|---|---------------------------------|--------------------------|---|--|-------------------------|--------|
| Contact Name: John Hurt | | | | Contact Telephone: 972-371-5200 | | | |
| Contact email: JHurt@matadorresources.com | | | | Incident # (assigned by OCD) | | | |
| Contact mailin | ng address: | 5400 LBJ Freeway | y, Suite 1500 Dall | las, TX | 75240 | | |
| Latitude | 32.76472 | 6 | Location (NAD 83 in dec | | | -103.772860 | |
| Site Name: Yo | ung Deep U | Jnit #011 | | _ | Site Type: | Tyne: Oil | |
| Date Release D | | | | | API# (if appl | | |
| | | | | | (4.44) | | |
| Unit Letter | Section | Township | Range | | Coun | ty | |
| F | 09 | 18S | 32E | | Lea | | |
| ☐ Crude Oil | | Volume Release | d (bbls) | calculat | | Volume Recov | 1/111) |
| Z Hoducca v | Is the concentration of dissolved chloride in t | | | in the | Volume Recovered (bbls) 0 bbls ☑ Yes ☐ No | | |
| Condensate | 2 | produced water > Volume Release | | | | Volume Recovered (bbls) | |
| ☐ Natural Ga | | | | | Volume Recovered (Mcf) | | |
| Volume/Weight Released (provide units) | | |) | Volume/Weight Recovered (provide units) | | | |
| Cause of Re | | ulting in the releas | se of produced wa | iter into | o pasture. | | |

Form C-141 Page 2

State of New Mexico Oil Conservation Division

| Incident ID | NAPP2107445051 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

| Was this a major release as defined by | If YES, for what reason(s) does th | e responsible party consider this a major release? | | |
|--|---|--|--|--|
| 19.15.29.7(A) NMAC? | >25 bbls | | | |
| ⊠ Yes □ No | | | | |
| | | | | |
| | | | | |
| If YES, was immediate n | otice given to the OCD? By whom | ? To whom? When and by what means (phone, email, etc)? | | |
| Yes, email sent to OCD | D-Jim Griswold, Mike Bratcher, and | BLM on 3/11/21 by Vertex Resources for Matador. | | |
| | Init | tial Response | | |
| The responsible | party must undertake the following actions in | mmediately unless they could create a safety hazard that would result in injury | | |
| The source of the rele | ease has been stopped. | | | |
| l | as been secured to protect human her | alth and the environment. | | |
| | | rms or dikes, absorbent pads, or other containment devices. | | |
| l | ecoverable materials have been remo | - | | |
| If all the actions describe | d above have <u>not</u> been undertaken, e | explain why: | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| Per 19.15.29.8 B. (4) NM | IAC the responsible party may com | mence remediation immediately after discovery of a release. If remediation | | |
| | | emedial efforts have been successfully completed or if the release occurred MAC), please attach all information needed for closure evaluation. | | |
| within a fined containing | int area (see 19.13.29.11(A)(3)(a) Nr | viAC), please attach an information needed for closure evaluation. | | |
| | | te to the best of my knowledge and understand that pursuant to OCD rules and | | |
| | | ease 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 o and/or regulations. | f a C-141 report does not relieve the ope | erator of responsibility for compliance with any other federal, state, or local laws | | |
| Printed Name: J | okn Hurt | Title: RES Specialist | | |
| | | 2/11/21 | | |
| Signature: | er off | Date: | | |
| | | | | |
| email:JHurt@matador | resources com | Telephone: 972- 371-5200 | | |
| | | | | |
| OCD Only | | | | |
| OCD Only | 26 | 4 /0 /2021 | | |
| Received by: Ramo | ona Marcus | Date: 4/9/2021 | | |

| Equation (1) Inputs | (LxW)/43560sqft | | Equation (1) Assumptions |
|---------------------|-------------------------------------|-------------------------------------|--|
| Area | Length (ft) Width (ft) | 0.0210 Acres | 1 acre =43 <i>5</i> 60 sqft |
| Equation (2) Inputs | Ksat*27,154ga <u>l/</u> (42gal) | | Equation (2) Assumptions |
| Ksat 2 | in Inches per hour located at | https://websailsurvey.nrcs.usda.gev | 1 acre/inch =27,154 gal 1 bbl = 42gal |
| | | 12930.48 BBL/Acre/hr | |
| Equation (3) | (Eq2)X(Eq1) Area adjusted volume | | |
| | | 271.54 BBI/hr max | |
| Equation (4) Inputs | (Eq3)X release duration (hours)+rec | overed volume | Equation (4) Assumptions |
| | BBL | | recovered fluids are not in soil solution |
| 0.2 | Duration (hr) | | |
| | | | 67.89 BBL |

¹ infiltratration rate. The rate at which water penetrates the surface of the soil at any given instant, usually expressed in inches per hour. The rate can be limited by the infiltration capacity of the soil or the rate at which water is applied at the surface: (National Soil Survey Handobook (USDA)

² (Ksat) Hydraulic Conductivity. (National Soil Survey Handobook (USDA) conductivity is often referred to as coefficient of permeability, most commonly shortened to permeability