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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Incident ID	nAPP2108334273
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party Hilcorp Energy Company	OGRID 372171
Contact Name Jennifer Deal	Contact Telephone 505-801-6517
Contact email jdeal@hilcorp.com	Incident # nAPP2108334273
Contact mailing address 382 Road 3100, Aztec NM 87410	

Location of Release Source

Latitude 36.92657_

Longitude -107.68543_ (NAD 83 in decimal degrees to 5 decimal places)

Site Name San Juan 10-2 Water line (Near SJ 32-8 242A)	Site Type Pipeline
Date Release Discovered 3/12/2021 @ 11:30am	API#

Unit Letter	Section	Township	Range	County
Е	4	31N	08W	San Juan

Surface Owner: State Federal Tribal Private (Name: Tommy Bolack Trust_____

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) 21	Volume Recovered (bbls) 0
	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

A release of \sim 21bbls of produced water was released due to internal corrosion on the pipeline. Operations shut in waterline and turned in one call. Water was pooled approximately 20' x 20' x 4" deep. Release remained on pipeline right of way. Hilcorp will notify OCD 48 hrs prior to confirmation sampling.

State of New Mexico Oil Conservation Division

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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 n	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?

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:Jennifer Deal	Title:Environmental Specialist
Signature: Genrife Deal	Date: 3/24/2021
email:jdeal@hilcorp.com	Telephone:505-801-6517
OCD Only	
Received by: <u>Ramona Marcus</u>	Date: <u>4/19/2021</u>