



1. Ensure BLM concurrence/approval.

Shell D State Com #13

CLOSURE REPORT

Release Date: 4/07/2015

UL/L Sec 36, T21 south, R36 east, Lea county NM

API # 30-025-31684

May 28, 2015

Prepared by:

Environmental Department Diversified Field Service, Inc. 206 West Snyder Hobbs, NM 88240 Phone: (575)964-8394

Fax: (575)393-8396

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Shell D State Com #13

1 Introduction

Cimarex Energy has retained Diversified Field Service, Inc. (DFSI) to address environmental issues for the site detailed herein.

The site is located west of Eunice NM, in Lea County. The leak site resulted from a swedge breaking off the fiberglass tank. The impacted area is inside an unlined firewall of the battery. Approx. 20 bbls of produced water was released, and 15 bbls recovered. Approx. 167 bbls of oil was released, and 160 bbls recovered. A C-141 was submitted to the NMOCD on April 17, 2015. The C-141 is attached (Appendix I).

2 SITE ACTIVITIES

On April 20, 2015 DFSI personnel delineated 2 sample points of the leak area. Each sample was tested for chloride levels as well as BTEX. The BTEX samples were performed using a Mini Rae Photoionization Detector (PID). Clean samples were taken to a lab for confirmation. The results are attached (Appendix IV).

DFSI personnel returned to the location to begin remediation. The fiberglass tank was removed by Cimarex personnel. A total of 154 yards of contaminated soil was hauled out, after the entire bermed facility was dug out to 2' bgs. DFSI personnel then backfilled the area with fresh caliche and installed a .20 mil liner. Two inches of fresh caliche was backfilled on top of the liner per Jaime Castillo of Cimarex. DFSI personnel also built new berms for the facility and the location was restored to its previous state.

Photographs of site activities can be viewed in Appendix II.

3 CONCLUSION

DFSI conducted a groundwater study of the area and determined that according to the New Mexico Office of the State Engineer the average depth to groundwater for this area is 181 foot below ground surface. Therefore, no eminent danger of groundwater impact or threat to life was anticipated. DFSI, on behalf of Cimarex, respectfully requests the closure of the regulatory file for the site.

Appendix I

INITIAL FORM C-141

<u>District I</u> 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

Form C-141 Revised August 8, 2011 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

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

Danta I C, IVIVI 07505														
Release Notification and Corrective Action														
						OPERA'	ГOR							
Name of Company Cimarex Energy							Contact Christine Alderman							
Address 600 N Marienfeld Ste 600 Midland TX							Telephone No. 432-853-7059							
Facility Nar	ne Shell	D State Com	ı 13			Facility Typ	e production							
Surface Owner Mineral Owner									API No	. 30-025	-3168	4		
LOCATIO						NI OE DEI	TEACE							
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-														
Type of Release crude oil and produced water NATURE OF RELEASE Volume of Release 167 bbls oil/ Volume Recovered 160 bbls oil/15 bbls														
Type of Refer	ise crude c	20 bbls PW		S OH/	Volume Recovered 160 bbls oil/15 bbls PW									
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was minicula	ne Nonce C	If YES, To Doc Oberd												
								2015 10	ો∙53 am					
Was a Watero		Date and Hour 4/8/2015 10:53 am If YES, Volume Impacting the Watercourse.												
			Yes 🛚	No								11.1		
If a Watercou	rse was Im	pacted, Descri	ibe Fully.*	•										
Describe Cause of Problem and Remedial Action Taken.*														
While trying to unload tank into haul truck, the hauler tried to remove the bull plug off the valve and the reducing swedge broke off the fiberglass tank and released fluids into unlined containment.										ass tank and				
roteased maios into unimed contaminent,														
75	A CC . 1	1.01	47 877 5	<u>.</u>										
Describe Area Affected and Cleanup Action Taken.*														
All fluids contained in unlined containment. Consulting company will assess, delineate and submit 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 envir	onment. The	acceptane	e of a C-141 repo	rt by th	e NMOCD m	irked as "Final Ro	eport" d	oes not reli	eve the oper	ator of	liability		
				investigate and re										
or the environ federal, state,				tance of a C-141	eport d	oes not reliev	the operator of i	esponsi	bility for co	ompliance w	uth any	other		
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Signature: (nunu	ra acc	Wara	Managaran										
Printed Name	Christine	Alderman				Approved by	Environmental Sp	pecialist	ist:					
										_				
Title: ESH St	pervisor				-	Approval Dat) ;	I	Expiration I)ate:				
E-mail Addres	s: caldern	nan@cimarex.	com			Conditions of Approval:				Attached 🗍				

Phone: 432-853-7059

4/17/2015

Date:

^{*} Attach Additional Sheets If Necessary

Appendix II

SITE PHOTOS



Shell D State Com #13

PHOTO PAGE



Spill area inside bermed facility



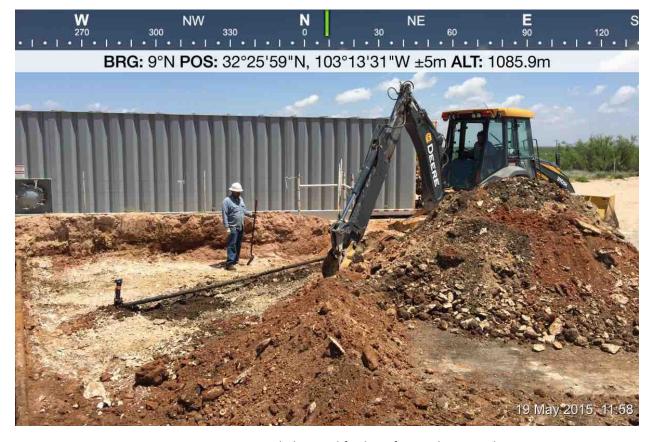
Spill area inside bermed facility



Spill area inside bermed facility



Spill area inside bermed facility



Excavating area inside bermed facility after tank removal



Entire bermed area excavated to 2' bgs



Backfilled area with fresh caliche



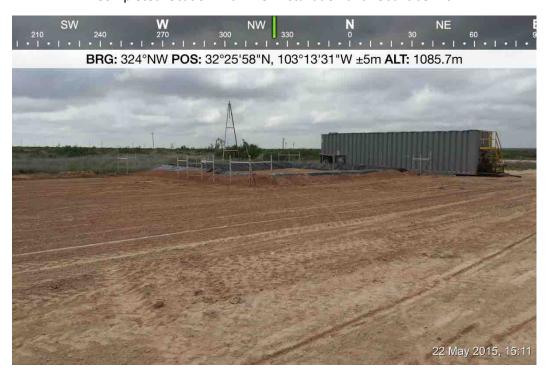
.20 mil liner installation inside bermed area



Compacting caliche after liner installation



Completed location with liner installation and rebuilt berms

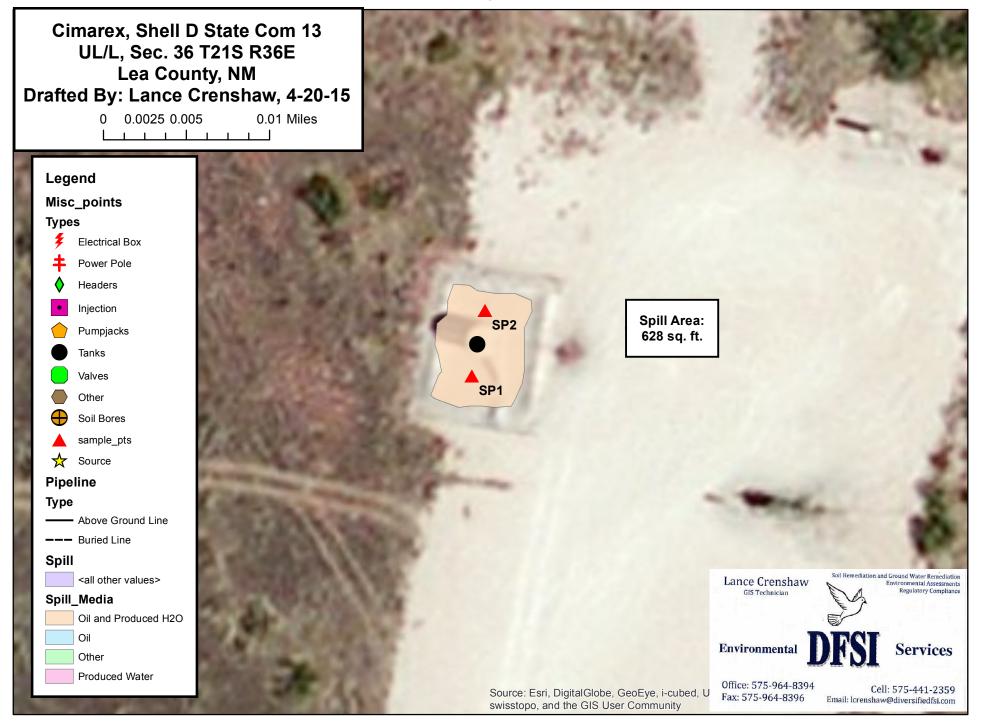


Completed location with site returned to its previous state

Appendix III

SITE MAP

Site Diagram



Appendix IV

LABORATORY ANALYSES



April 24, 2015

MIKE BURTON

DIVERSIFIED FIELD SERVICES, INC.

P. O. BOX 5966

HOBBS, NM 88241

RE: SHELL STATE COM D 13

Enclosed are the results of analyses for samples received by the laboratory on 04/21/15 14:55.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-13-5. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab accred certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2 Haloacetic Acids (HAA-5)
Method EPA 524.2 Total Trihalomethanes (TTHM)
Method EPA 524.4 Regulated VOCs (V1, V2, V3)

Celey D. Keine

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keene

Lab Director/Quality Manager



Analytical Results For:

DIVERSIFIED FIELD SERVICES, INC.

MIKE BURTON P. O. BOX 5966 HOBBS NM, 88241

Fax To: (575) 393-2981

Received: 04/21/2015 Sampling Date: 04/20/2015

Reported: 04/24/2015 Sampling Type: Soil

Project Name: SHELL STATE COM D 13 Sampling Condition: Cool & Intact Project Number: NONE GIVEN Sample Received By: Jodi Henson

Project Location: NONE GIVEN

Sample ID: SP 1 @ 8 '(H501033-01)

BTEX 8021B	mg/kg		Analyze	Analyzed By: ms					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Benzene*	<0.050	0.050	04/22/2015	ND	2.13	106	2.00	0.0278	
Toluene*	<0.050	0.050	04/22/2015	ND	1.90	95.2	2.00	0.400	
Ethylbenzene*	<0.050	0.050	04/22/2015	ND	1.81	90.3	2.00	0.992	
Total Xylenes*	<0.150	0.150	04/22/2015	ND	5.72	95.4	6.00	1.48	
Total BTEX	<0.300	0.300	04/22/2015	ND					
Surrogate: 4-Bromofluorobenzene (PID	113 9	61-154	!						
Chloride, SM4500Cl-B	mg/kg		Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	96.0	16.0	04/22/2015	ND	416	104	400	0.00	
TPH 8015M	mg/kg		Analyzed By: MS						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	04/21/2015	ND	210	105	200	0.511	
DRO >C10-C28	24.3	10.0	04/21/2015	ND	228	114	200	2.63	
Surrogate: 1-Chlorooctane	95.6	% 47.2-15	7						
Surrogate: 1-Chlorooctadecane	Q4 Q	% 52 1-17	6						

Surrogate: 1-Chlorooctadecane

Cardinal Laboratories *=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after competent of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celey D. Keine



Analytical Results For:

DIVERSIFIED FIELD SERVICES, INC.

MIKE BURTON P. O. BOX 5966 HOBBS NM, 88241

Fax To: (575) 393-2981

Received: 04/21/2015 Sampling Date: 04/20/2015

Reported: 04/24/2015 Sampling Type: Soil

Project Name: SHELL STATE COM D 13 Sampling Condition: Cool & Intact
Project Number: NONE GIVEN Sample Received By: Jodi Henson

Project Location: NONE GIVEN

Sample ID: SP 1 @ 9 '(H501033-02)

BTEX 8021B	mg/kg		Analyzed By: ms						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Benzene*	<0.050	0.050	04/22/2015	ND	2.13	106	2.00	0.0278	
Toluene*	< 0.050	0.050	04/22/2015	ND	1.90	95.2	2.00	0.400	
Ethylbenzene*	<0.050	0.050	04/22/2015	ND	1.81	90.3	2.00	0.992	
Total Xylenes*	<0.150	0.150	04/22/2015	ND	5.72	95.4	6.00	1.48	
Total BTEX	<0.300	0.300	04/22/2015	ND					
Surrogate: 4-Bromofluorobenzene (PID	110 %	61-154							
Chloride, SM4500Cl-B	mg/kg		Analyzed By: AP						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	80.0	16.0	04/22/2015	ND	416	104	400	0.00	
TPH 8015M	mg/kg		Analyzed By: MS						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	04/21/2015	ND	210	105	200	0.511	
DRO >C10-C28	<10.0	10.0	04/21/2015	ND	228	114	200	2.63	
Surrogate: 1-Chlorooctane	93.2 9	% 47.2-15	7						
Surrogate: 1-Chlorooctadecane	92.1 9	52.1-17	6						

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Celey D. Keine



Notes and Definitions

ND Analyte NOT DETECTED at or above the reporting limit

RPD Relative Percent Difference

** Samples not received at proper temperature of 6°C or below.

*** Insufficient time to reach temperature.

- Chloride by SM4500Cl-B does not require samples be received at or below 6°C

Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories *=Accredited Analyte

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Celey D. Keine



CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

101 East Marland, Hobbs, NM 88240 (575) 393-2326 FAX (575) 393-2476

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ompany Name:	<i>B</i>	BILL TO	ANALYSIS REQUES!
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Project #: Project Owner:	City:		
roject Name:	State:	Zip:	
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PLEASE NOTE. Liability and Damages Cardina's liability and client's exclusive remedy for any claim arising whether based in contract or tort, shall be limited to the amount paid by the client for the processes. All claims including those for nephagence and any other cause whitisoever shall be deemed waived unless made in waiting and received by Cardinal within 30 days after completion of the applicable	ny claim arising whether based in contract or tort, shall be limiteemed warved unless made in writing and received by Cardin	ted to the amount paid by the chert for the applicable and within 30 days after completion of the applicable	
service in no event shall Cardinal be liable for incidental of consequential damages, including without limitation, business interruptions, loss of use, or loss of points inclured by Cream, its substitutions in the property of the above shalled resource on there were the contraction of the original representation of the original representa	without limitation, business interruptions, loss of use, or loss of use, or loss of underly upon any o		Add'I Phone #:
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Delivered By: (Circle One)
Sampler - UPS - Bus - Other:

Time:

Appendix V

FINAL C-141

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 Fc. NM 87505 Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Attached [

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Release Notification and Corrective Action													
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Name of Co	ompany C	marcx Energy				Contact Christine Alderman							
		nfeld Stc 600 N		Telephone No. 432-853-7059									
Facility Na	me Shell	D State Com 1	3			Pacility Type Production							
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Latitude 32.4329 Longitude -103.2249													
NATURE OF RELEASE													
Type of Rele	ase Crude	oil and produc	Volume of Release 167 oil/20 bbls pw Volume Recovered 160 bbls oil/15 bbls pw										
Source of Release tank						Date and Hour of Occurrence ₄₋₇₋₁₅ Date and Hour of Discovery 4-7-15							
Was Immediate Notice Given?						If YES, To Whom?							
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By Whom?				Date and I		0:53 a.m.							
Was a Water	course Reac	hed?		If YES, Volume Impacting the Watercourse.									
☐ Yes 🗓 No													
If a Watercourse was Impacted, Describe Fully.*													
·													
Describe Cause of Problem and Remedial Action Taken.*													
Describe Cause of Problem and Remedial Action Taken." While trying to unload tank into haul truck, the hauler tried to remove the bull plug off the valve and the reducing swedge broke off the fiberglass tank and released										d released			
fluids into unlined containment.													
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Describe Area Affected and Cleanup Action Taken.* All thirds contained in unlined containment. Diversified Field Services excepted the affected area to 2' has Bresh caliche was brought in for backfill, and a 20 milliner.													
All fluids contained in unlined containment. Diversified Field Services excavated the affected area to 2' bgs. Fresh caliche was brought in for backfill, and a .20 mil liner was installed and backfilled with two inches of caliche. Firewalls were also rebuilt and the location was returned to its previous state.									20 mm mici				
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public health	or the envir	onment. The	acceptance	e of a C-141 repo	ort by th	he NMOCD m	arked as "Final R	eport" doe	s not rel	ieve the ope	rator o	f 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,				tance of a C-141	report	does not reliev	e the operator of i	responsibi.	my for c	omphance v	yitn an	/ otner	
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Printed Name	e: Christine	Alderman		•		Approved by	District Supervise	or:				,	
Title: ESH	Supervisor					Approval Da	te:	Ex	piration	Date:			
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Conditions of Approval:

Date: 4-17-15

E-mail Address: calderman@cimarex.com

Phone: 432-853-7059

^{*} Attach Additional Sheets If Necessary