

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 April 3, 2017

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

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☒ Final Report

| | | |
|--|---|------------------------|
| Name of Company Marathon Oil Permian LLC | Contact Raquel Chacon | |
| Address 5555 San Felipe Street, Houston, Texas 77056 | Telephone No. 281-910-0441 (cell) 575-297-0988 (office) | |
| Facility Name: Rusty Anchor 7 Fed Com 1H | Facility Type: Oil and gas drilling facility | |
| Surface: Owner: Federal | Mineral: Owner: Federal | API No. : 30-025-43240 |

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| M | 07 | 20S | 33E | 420 | South | 996 | West | Lea |

Latitude 32.581481 Longitude -103.707441

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release : Fire | Volume of Release: NA | Volume Recovered : NA |
| Source of Release: Flare | Date and Hour of Occurrence 12/4/2017 8:30 pm | Date and Hour of Discovery 12/4/2017 8:30 pm |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? S. Tucker BLM, Olivia Yu NMOCD | |
| By Whom? Raquel Chacon | Date and Hour 12/5/2017 10:20 am | |
| 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.*
Not applicable.

RECEIVED

By Olivia Yu at 8:42 am, Dec 18, 2017


Describe Cause of Problem and Remedial Action Taken.*

High fluid level occurred in the separator causing fluid to enter gas line while gas was being sent to flare. When fluid evacuated flare, fluid ignited causing small fire at base of flare. Unit was shut down and fire was self-extinguished. Fluid evacuated from gas line. Repairs were made to the gas and fluid dumps to help manage the gas to fluid ratio in the separator.

Describe Area Affected and Cleanup Action Taken.*

Fire was located at the base of the flare. Contaminated soil cleaned and disposed of properly. .

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: Raquel Chacon | OIL CONSERVATION DIVISION | |
| Printed Name: Raquel Chacon | Approved by Environmental Specialist:  | |
| Title: Sr. HES Environmental Professional | Approval Date: 12/18/2017 | Expiration Date: |
| E-mail Address: rchacon@marathonoil.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 12/12/2017 Phone: 281-910-0441(cell) 575-297-0988 (office) | | |

* Attach Additional Sheets If Necessary

nOY1735231495

From: Chacon, Raquel (MRO)
To: stucker@blm.gov
Cc: [Yu, Olivia, EMNRD](#)
Subject: Rusty Anchor 7 Fed Com 1 Fire
Date: Tuesday, December 5, 2017 10:20:28 AM

Had another fire at the Rusty Anchor 7 Fed Com 1 last night at approximately 8:30 pm. A contractor reported it and the unit was immediately shut down and the fire self-extinguished. The fire was on location directly under the flare. I will have a C-141 submitted as soon as we finish investigating.

Raquel Chacon
HES Environmental Professional
2423 Bonita St.
Carlsbad, NM 88220

Office: (575)297-0988
Cell: (281)910-0441