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 Page 1 of 5

| Incident ID | nAPP2216138632 |
|----------------|----------------|
| District RP | |
| Facility ID | fAPP2135453995 |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party: BTA Oil Producers, LLC | OGRID: 260297 |
|--|---|
| Contact Name: Bob Hall | Contact Telephone: 432-682-3753 |
| Contact email: bhall@btaoil.com | Incident # (assigned by OCD) nAPP2216138632 |
| Contact mailing address: 104 S. Pecos St., Midland, TX 79701 | |

Location of Release Source

Latitude: 32.12237 Longitude: -103.56097

(NAD 83 in decimal degrees to 5 decimal places)

| Site Name: Rojo B Poly Line Rupture | Site Type: Tank Battery |
|-------------------------------------|---|
| Date Release Discovered: 6/9/2022 | API# (<i>if applicable</i>) Nearest well: |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|--------|
| С | 22 | 255 | 33E | Lea |

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) 28 BBL | Volume Recovered (bbls) 5 BBL |
| | 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 | · | |

Rupture in a poly flowline used to transfer produced water.

Received by OCD: 6/10/2022 11:00:14 AM

| Form C-141State of New MexicoPage 2Oil Conservation Division | | Incident ID | nAPP2216138632 |
|--|---------------------------|----------------|----------------|
| | Oil Conservation Division | District RP | |
| | | Facility ID | fAPP2135453995 |
| | | Application ID | |

| Was this a major release as defined by | If YES, for what reason(s) does the responsible party consider this a major release? | |
|--|--|--|
| 19.15.29.7(A) NMAC? | Spill volume is greater than 25 BBL of fluid. | |
| 🛛 Yes 🗌 No | | |
| | | |
| | | |
| If YES, was immediate notice 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

 \boxtimes 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: Bob Hall Title: Environmental Manager

| C! | |
|------------|--|
| Signature: | |

Be Hall _____ Date: 6/10/2022

email: bhall@btaoil.com

Telephone: 432-682-3753

OCD Only

Received by: Jocelyn Harimon

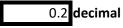
Date: 06/10/2022

Location Rojo B Poly Water Line Rupture API # Spill Date 6/9/2022

Spill Dimensions

ENTER - Length of Spill ENTER - Width of Spill ENTER - Saturation Depth of Spill

| 62 | feet |
|----|--------|
| 62 | feet |
| 2 | inches |
| | |



0.00001 99.9999 1E-07

| Oil Cut - Well Test / Vessel Throughput or Contents | |
|---|--|
| Oil | |
| Water | |
| Calculated Oil Cut | |

Volume Recovered in Truck / Containment ENTER - Recovered Oil

ENTER - Recovered Water

Release of Oil in Soil - Unrecovered Release of Water in Soil - Unrecovered Unrecovered Total Release

Total Release of Oil Total Release of Water Total Release

| 5 | BBL |
|------------|-----|
| calculated | _ |
| 0 | BBL |
| 23 | BBL |

0 BBL

23 BBL

| calculated | _ |
|------------|-----|
| 0 | BBL |
| 28 | BBL |
| 28 | BBL |

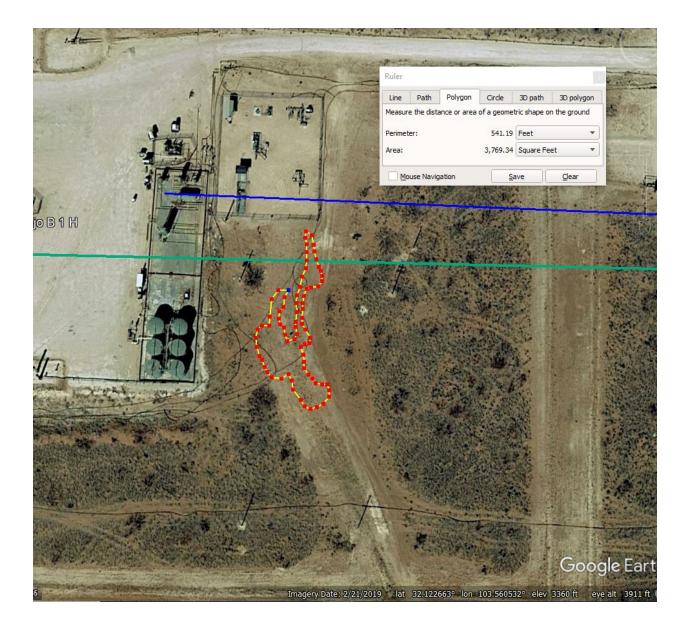
| Types of Soil | Porosity Factor |
|--------------------|-----------------|
| Gravel | 0.25 |
| Sand | 0.20 |
| Clay/silt/sand Mix | 0.15 |
| Clay | 0.05 |
| Caliche | 0.03 |
| Unknown | 0.25 |

(Length X Width X Depth X 1 ft/12 in) X Porosity 5.615 ft³ / BBL

Х

Oil Cut (or Water Cut)

Rojo B Tank Battery (fAPP2135453995) Poly Line Rupture – Produced Water Release 6/9/2022



District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

| Operator: | OGRID: |
|------------------------|---|
| BTA OIL PRODUCERS, LLC | 260297 |
| 104 S Pecos | Action Number: |
| Midland, TX 79701 | 115851 |
| | Action Type: |
| | [C-141] Release Corrective Action (C-141) |

CONDITIONS

| Created By | oon and a second a se | Condition Date |
|------------|---|-------------------|
| jharimon | None | 6/10/2022 |

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