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

Responsible Party: SIMCOE, LLC

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	NAPP2235036890
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

OGRID: 329736

Contact Name: Sabre Beebe		Contact T	Gelephone (970) 852-5172			
Contact email: sabre.beebe@ikavenergy.com		Incident #	‡ (assigned by OCD)			
Contact mailing address: 1199 Main Ste., Suite 101, Durango, CO 81301						
			T 4 .	C D) - 1 C	· · · · ·
			Locatio	n oi k	Release S	oource
Latitude 36.696316 Longitude -108.145219						
(NAD 83 in decimal degrees to 5 decimal places)						
Site Name: G					Site Type	: Produced water line in ROW
Date Release	Discovered	: 11/30/2022 2:12	PM		API# (if ap	pplicable) 30-045-23655
Unit Letter	Section	Township	Range		Cou	ntv
P	30	29N	12W	San	Juan Coun	-
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)						
Crude Oi	1				•	
Produced	Water	Volume Release	, ,			Volume Recovered (bbls) Approx. 0 bbl
	Is the concentration of dissolved chloride produced water >10,000 mg/l?		e in the	☐ Yes ☐ No		
Condensa	ate	Volume Release				Volume Recovered (bbls)
Natural C	Gas	Volume Released (Mcf)			Volume Recovered (Mcf)	
Other (de	escribe)	Volume/Weight Released (provide units))	Volume/Weight Recovered (provide units)	
remained ent	irely on wel		ater truck dispat	ched to l	ocation and	d through the gauge and onto the ground. Release recovered all fluids. Investigation of release determined vendor.

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Was this a major release as defined by	If YES, for what reason(s) does the responsible party consider this a major release? Volume of release is greater than 25 bbls.				
19.15.29.7(A) NMAC?					
☐ Yes ⊠ No					
	If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? Notice provided by calling Mr. Nelson Velez on 11/30/2022 at 3:11 pm and following up with email with additional details on 12/2/2022 at 7:57 am.				
	Initial Response				
The responsible p	party must undertake the following actions immediately unless they could create a safety hazard that would result in injury				
☐ The source of the rele	ease has been stopped.				
☐ The impacted area ha	s been secured to protect human health and the environment.				
Released materials ha	we been contained via the use of berms or dikes, absorbent pads, or other containment devices.				
All free liquids and re	ecoverable materials have been removed and managed appropriately.				
If all the actions described above have <u>not</u> been undertaken, explain why: No free liquids to recover at time of discovery. Landowner requested that dry soils be placed on top of wet soils due to cattle in the area. Well producing to line was isolated.					
has begun, please attach	AC the responsible party may commence remediation immediately after discovery of a release. If remediation a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred at 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:Sabre B	eebe Title:Environmental Coordinator				
Signature:	Date: _12/15/2022				
email: sabre.beebe@ikave	energy.com Telephone: 970-852-5172				
OCD Only					
Received by:J	ocelyn Harimon Date: 12/16/2022				

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Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

What is the shallowest depth to groundwater beneath the area affected by the release?	~38 (ft bgs)		
Did this release impact groundwater or surface water?	☐ Yes ⊠ No		
Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse?	☐ Yes ⊠ No		
Are the lateral extents of the release within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)?	☐ Yes ⊠ No		
Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church?	☐ Yes ⊠ No		
Are the lateral extents of the release within 500 horizontal feet of a spring or a private domestic fresh water well used by less than five households for domestic or stock watering purposes?	☐ Yes ⊠ No		
Are the lateral extents of the release within 1000 feet of any other fresh water well or spring?	☐ Yes ⊠ No		
Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field?	☐ Yes ⊠ No		
Are the lateral extents of the release within 300 feet of a wetland?	☐ Yes ⊠ No		
Are the lateral extents of the release overlying a subsurface mine?	☐ Yes ⊠ No		
Are the lateral extents of the release overlying an unstable area such as karst geology?	☐ Yes ⊠ No		
Are the lateral extents of the release within a 100-year floodplain?			
Did the release impact areas not on an exploration, development, production, or storage site?	⊠ Yes □ No		
Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and vertical extents of soil contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.			
Characterization Report Checklist: Each of the following items must be included in the report.			
Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells. Field data N/A Data table of soil contaminant concentration data Awaiting lab results currently			
 □ Depth to water determination □ Determination of water sources and significant watercourses within ½-mile of the lateral extents of the release □ Boring or excavation logs Awaiting initial samples to determine path forward □ Photographs including date and GIS information 			
☐ Topographic/Aerial maps ☐ Laboratory data including chain of custody Awaiting lab reports			

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

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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: Sabre Beebe Title: Environmental Coordinator				
Signature:	Date: 12/15/2022_			
email: sabre.beebe@ikavenergy.com Telephone: 970-85	52-5172_			
OCD Only				
Received by:	Date:12/15/2022			

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Remediation Plan

Remediation Plan Checklist: Each of the following items must b	e included in the plan	
Remediation Plan Checklist: Each of the following items must be included in the plan. Detailed description of proposed remediation technique Scaled sitemap with GPS coordinates showing delineation points Estimated volume of material to be remediated Closure criteria is to Table 1 specifications subject to 19.15.29.12(C)(4) NMAC Proposed schedule for remediation (note if remediation plan timeline is more than 90 days OCD approval is required)		
Deferral Requests Only: Each of the following items must be con-	nfirmed as part of any request for deferral of remediation	
<u>Deferral Requests Only</u> : Each of the following items must be confirmed as part of any request for deferral of remediation. Contamination must be in areas immediately under or around production equipment where remediation could cause a major facility deconstruction.		
Extents of contamination must be fully delineated.		
Contamination does not cause an imminent risk to human health	n, the environment, or groundwater.	
	e and remediate contamination that pose a threat to groundwater, acceptance of a C-141 report does not relieve the operator of	
Printed Name:	Title:	
Signature:	Date:	
email:	Telephone:	
OCD 0.1		
OCD Only		
Received by:	Date:	
☐ Approved ☐ Approved with Attached Conditions of	Approval	
Signature:	Date:	

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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following items must be included in the closure report.

☐ A scaled site and sampling diagram as described in 19.15.29.11 NMAC			
☐ Photographs of the remediated site prior to backfill or photos must be notified 2 days prior to liner inspection)	of the liner integrity if applicable (Note: appropriate OCD District office		
☐ Laboratory analyses of final sampling (Note: appropriate ODC	C District office must be notified 2 days prior to final sampling)		
☐ Description of remediation activities			
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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete. Printed Name: Title: Title:			
Signature:			
email:	Telephone:		
	•		
OCD Only			
Received by:	Date:		
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.			
Closure Approved by:	Date:		
Printed Name:	Title:		

Spill Measurement Calculations

Standing liquid

(7.5 gal/cubic foot x (length/12) x (width/12) x (depth/12) /42)

Clay Soils

(1 gal/cubic foot x (length/12) x (width/12) x (depth/12) /42)

Gravel

(3.6 gal/cubic foot x (length/12) x (width/12) x (depth/12) /42)

Sandy soils

(3.4 gal/cubic foot x (length/12) x (width/12) x (depth/12) /42)

Well pad (sand & gravel mix)

(73.5 gal/cubic foot x (length/12) x (width/12) x (depth/12) /42)

























Sabre Beebe

From: Sabre Beebe

Sent: Friday, December 2, 2022 7:57 AM

To: Velez, Nelson, EMNRD

Subject: Reportable Release PWL daylight

Nelson,

To follow up on my phone call to you on 11/30/2022 @ 3:11 pm the Simcoe produced water line from the GCU 286 well to the GCU 307 injection well leaked daylighting from below grade at 36.696308, -108.145217. The release by measurement of surface visual impacts is estimated to be \sim 13 bbls. The line was immediately isolated to stop the release. Visual inspection resulted in no identification of a sheen or odor to the impacted soils. There was no standing water to recover. Release area is in a stormwater basin built by the landowner.

Please let me know if you have any questions. I will get a C-141 submitted.

Thank you and have a great day!



IKAV Energy Inc.
Sabre Beebe

Field Environmental Coordinator

Office: (970) 852-5172 Mobile: (970)-769-9523

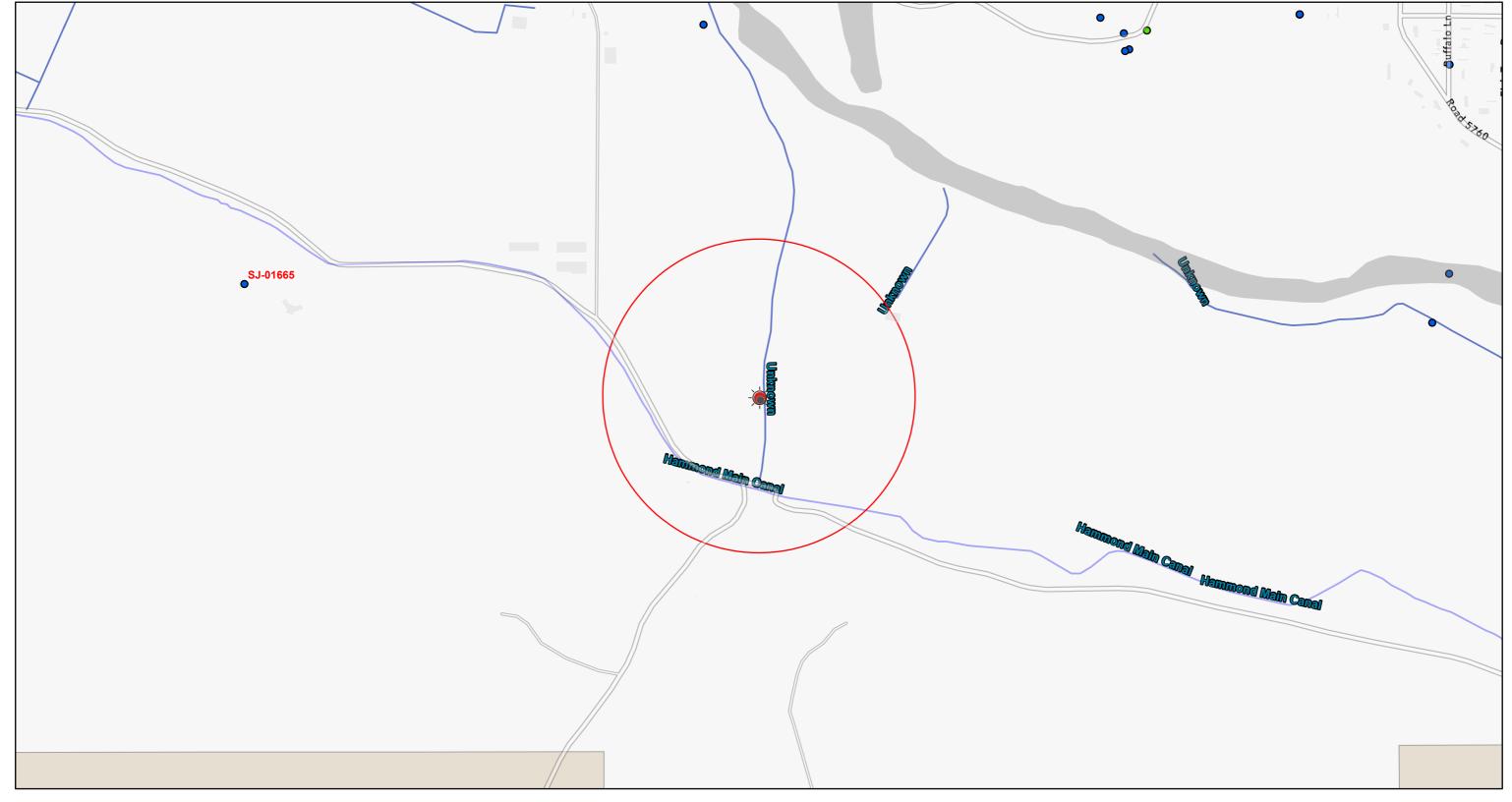
E-Mail: sabre.beebe@ikavenergy.com

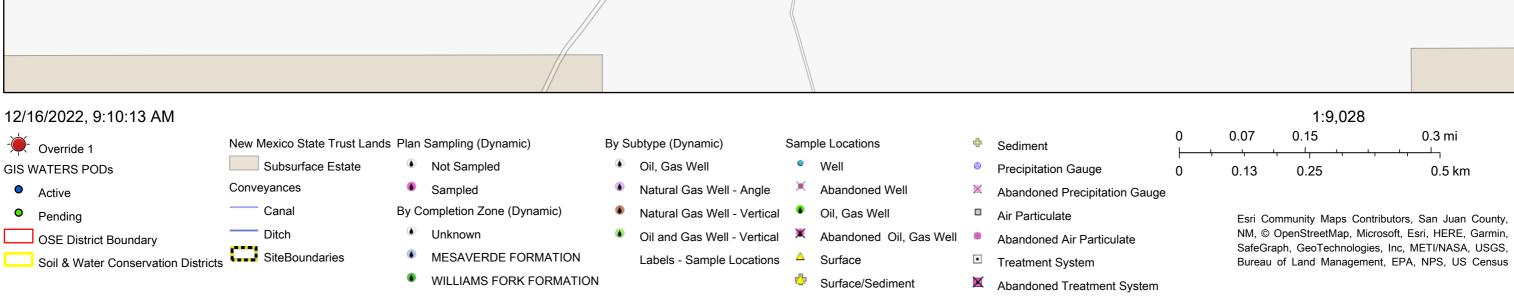
Confidentiality notice:

This e-mail communication (and any attachment/s) are confidential and are intended only for the individual(s) or entity named above and to others who have been specifically authorized to receive it. Any information in this email and attachments may be legally privileged. If you are not the intended recipient, any disclosure, copying, reading, distribution, or any action taken or omitted in reliance on it, is prohibited and may be unlawful. Any opinions or advice contained in this email are subject to confidentiality and any terms and conditions may be protected by an engagement letter or other agreement. Please notify the sender that you have received this e-mail in error by calling the phone number above or by e-mail, and delete the e-mail (including any attachment/s) subsequently. This information may be subject to professional confidentiality (e.g. auditors, tax, or legal advisors), other privilege, or may otherwise be protected by work product immunity or other legal rules. Thank you.

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OSE POD Locations Map







New Mexico Office of the State Engineer

Water Right Summary

get image list

WR File Number: SJ 01665 Subbasin: SJM2 Cross Reference: -

Primary Purpose: DOM 72-12-1 DOMESTIC ONE HOUSEHOLD

Primary Status: PMT PERMIT

Total Acres: Subfile: - Header: -

Total Diversion: 3 Cause/Case: -

Owner: TOMMY BOLACK

Documents on File

Status From/

Trn# Doc File/Act 1 2 Transaction Desc. To Acres Diversion Consumptive

<u>get</u> <u>228104 72121 1983-01-24</u> PMT LOG SJ 01665 T 3

Current Points of Diversion

(NAD83 UTM in meters)

POD Number Well Tag Source 64Q16Q4Sec Tws Rng

X Y Other Location Desc

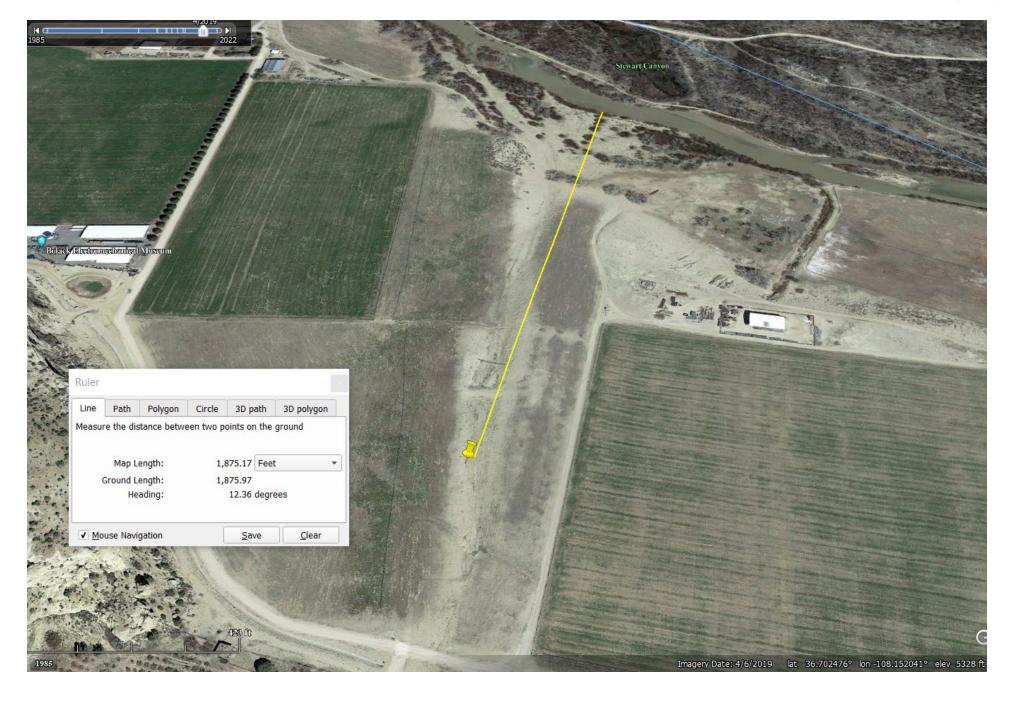
<u>SJ 01665</u> Shallow 3 3 2 25 29N 13W

allow 3 3 2 25 29N 13W 218003 4066054*

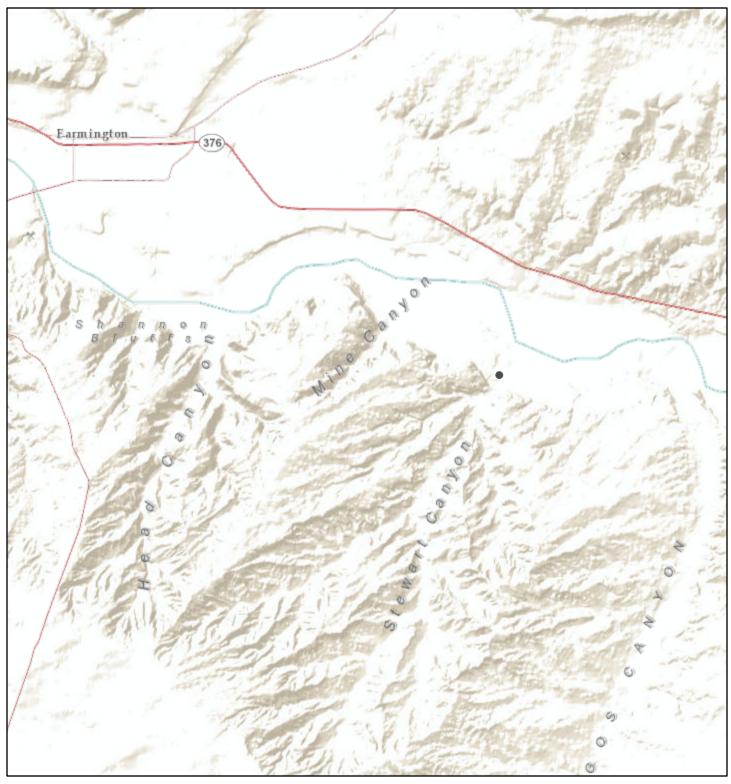
The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

12/15/22 10:20 AM WATER RIGHT SUMMARY

^{*}An (*) after northing value indicates UTM location was derived from PLSS - see Help



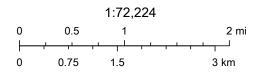
Active Mines in New Mexico



12/16/2022, 8:13:29 AM

Registered Mines

* Aggregate, Stone etc.

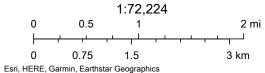


Sources: Esri, USGS, NOAA, Sources: Esri, Garmin, USGS, NPS

Active Mines in New Mexico



12/16/2022, 8:44:04 AM Registered Mines



Aggregate, Stone etc.

^{**} Aggregate, Stone etc.

*Released to Imaging: 12/16/2022 11:47:31 AM**

Received by OCD: 12/16/2022 10:26:00 AM National Flood Hazard Layer FIRMette



Without Base Flood Elevation (BFE) With BFE or Depth Zone AE, AO, AH, VE, AR SPECIAL FLOOD **HAZARD AREAS** Regulatory Floodway 0.2% Annual Chance Flood Hazard, Areas of 1% annual chance flood with average depth less than one foot or with drainage areas of less than one square mile Zone X **Future Conditions 1% Annual** Chance Flood Hazard Zone X Area with Reduced Flood Risk due to Levee. See Notes. Zone X OTHER AREAS OF FLOOD HAZARD Area with Flood Risk due to Levee Zone D NO SCREEN Area of Minimal Flood Hazard Zone X Effective LOMRs OTHER AREAS Area of Undetermined Flood Hazard Zone D - - - Channel, Culvert, or Storm Sewer **GENERAL** STRUCTURES | LILLIL Levee, Dike, or Floodwall 20.2 Cross Sections with 1% Annual Chance 17.5 Water Surface Elevation **Coastal Transect** ₩ 513 W Base Flood Elevation Line (BFE) Limit of Study Jurisdiction Boundary **Coastal Transect Baseline** OTHER **Profile Baseline FEATURES** Hydrographic Feature Digital Data Available No Digital Data Available MAP PANELS Unmapped The pin displayed on the map is an approximate

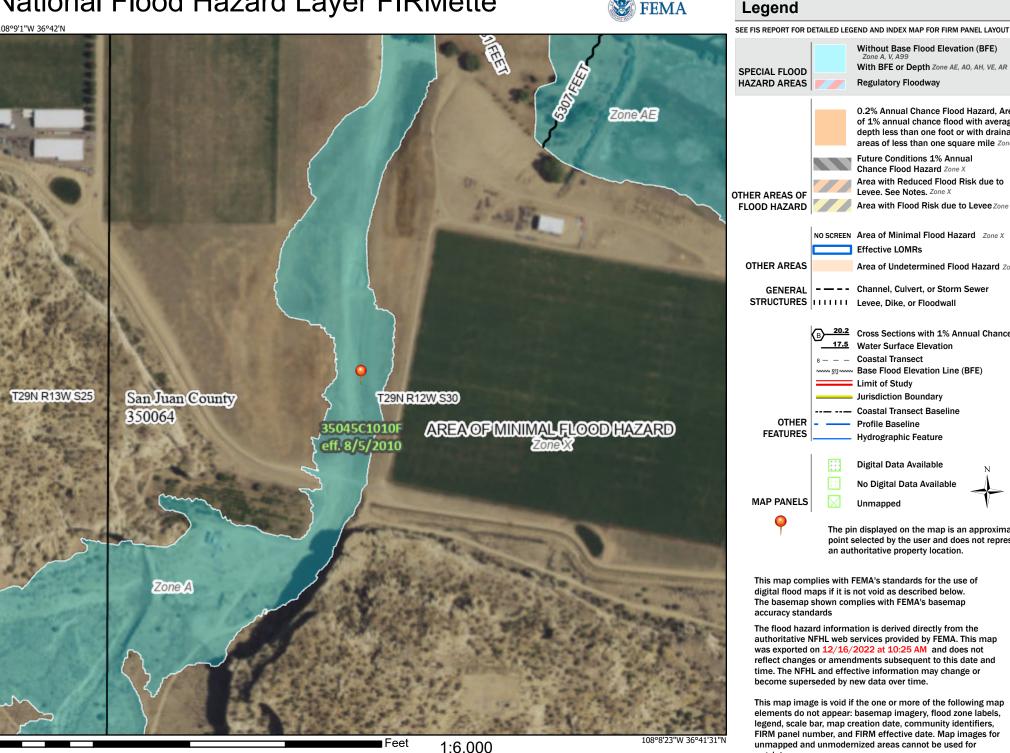
This map complies with FEMA's standards for the use of digital flood maps if it is not void as described below. The basemap shown complies with FEMA's basemap accuracy standards

point selected by the user and does not represent

an authoritative property location.

The flood hazard information is derived directly from the authoritative NFHL web services provided by FEMA. This map was exported on 12/16/2022 at 10:25 AM and does not reflect changes or amendments subsequent to this date and time. The NFHL and effective information may change or become superseded by new data over time.

This map image is void if the one or more of the following map elements do not appear: basemap imagery, flood zone labels, legend, scale bar, map creation date, community identifiers, FIRM panel number, and FIRM effective date. Map images for unmapped and unmodernized areas cannot be used for regulatory purposes.



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

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

Action 167741

CONDITIONS

Operator:	OGRID:
SIMCOE LLC	329736
1199 Main Ave., Suite 101	Action Number:
Durango, CO 81301	167741
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
jharimon	None	12/16/2022