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 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	nRM2025347740
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party: Cimarex Energy Co.	OGRID: 215099	
Contact Name: Laci Luig	Contact Telephone: (432) 571-7800	
Contact email: lluig@cimarex.com	Incident # (assigned by OCD) nRM2025347740	
Contact mailing address: 600 N Marienfeld Street, Ste. 600 Midland, TX 79701		

Location of Release Source

Latitude 32.296251_

(NAD 83 in decimal degrees to 5 decimal places)

Site Name: Diamondtail 23 Federal Battery	Site Type: Battery
Date Release Discovered: 8/31/2020	API# (if applicable)

Unit Letter	Section	Township	Range	County
С	23	23S	32E	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)

Volume Released (bbls) 8	Volume Recovered (bbls) 8
Volume Released (bbls) 17	Volume Recovered (bbls) 17
Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes No
Volume Released (bbls)	Volume Recovered (bbls)
Volume Released (Mcf)	Volume Recovered (Mcf)
Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)
	Volume Released (bbls) 17 Is the concentration of dissolved chloride in the produced water >10,000 mg/l? Volume Released (bbls) Volume Released (Mcf)

Cause of Release: Corrosion

A leak developed on a 2 inch nipple on the water dump line on the production separator. We released 8 barrels of crude oil and 17 barrels of produced water into a lined containment and we recovered all fluids. We replaced the nipple and cleaned the containment. Liner inspection notification email was sent 10/2/2020.

Was this a major	is this a major If YES, for what reason(s) does the responsible party consider this a major release?			
release as defined by	Total released is 25 barrels			
19.15.29.7(A) NMAC?				
Yes \Box No				
If VES was immediate n	otice given to the OCD? By whom? To whom? When and by what means (phone, amail, etc.)?			
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?				
By: Gloria Garza				
To: EMNRD OCD District 1, Victoria Venegas, Cristina Eads and BLM NM CFO Spill				
By: Email				
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: Laci Luig	Title: Engineer Tech
Signature:	_ Date: 9/4/2020
email: lluig@cimarex.com	Telephone: (432) 571-7810
OCD Only	
Received by:	Date:

Received by OCD: 12/18/2020 11545130/AM Form C-141 State of New Mexico

Oil Conservation Division

	Page 3 of 1.
Incident ID	nRM2025347740
District RP	
Facility ID	
Application ID	

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?	<u>713</u> (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?	🗌 Yes 🛛 No
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
Data table of soil contaminant concentration data
Depth to water determination
Determination of water sources and significant watercourses within ¹ / ₂ -mile of the lateral extents of the release
Boring or excavation logs
Photographs including date and GIS information
Topographic/Aerial maps

Laboratory data including chain of custody

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.

Page 3

Received by OCD: 12/18/2	020 11545:30 AM State of New Mexico			Page 4 of 1 .
			Incident ID	nRM2025347740
Page 4 Oil Conservation D		1V1S10N	District RP	
			Facility ID	
			Application ID	
regulations all operators are public health or the environ failed to adequately investig addition, OCD acceptance of and/or regulations. Printed Name: Laci Luig Signature:	m	otifications and perform co e OCD does not relieve the nreat to groundwater, surfa of responsibility for comp _ Title: Engineer Tech.	prrective actions for rele e operator of liability sh ice water, human health liance with any other fe	eases which may endanger ould their operations have or the environment. In deral, state, or local laws
OCD Only Received by:		_ Date:		

Received by OCD: 12/18/2020 11545:30(AM Form C-141 State of New Mexico

Page 6

Oil Conservation Division

Incident ID	nRM2025347740
District RP	
Facility ID	
Application ID	

Page 5 of 13

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.

<u>Closure Report Attachment Checklist</u> : Each of the following i	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 of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)			
Laboratory analyses of final sampling (Note: appropriate OD	C District office must be notified 2 days prior to final sampling)		
Description of remediation activities			
and regulations all operators are required to report and/or file certai may endanger public health or the environment. The acceptance of should their operations have failed to adequately investigate and re- human health or the environment. In addition, OCD acceptance of	ations. The responsible party acknowledges they must substantially anditions that existed prior to the release or their final land use in		
	Title: Engineer Tech		
Signature:	Date: 10/15/2020		
email: lluig@cimarex.com	Telephone: (432) 571-7810		
OCD Only			
OCD Only Original Fode	10/10/2020		
Received by: Cristina Eads	Date: 10/16/2020		
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: Justa and	Date:12/18/2020		
Printed Name: Cristina Eads	Title: Environmental Specialist		

From:	Laci Luig
To:	BLM NM CFO Spill; EMNRD OCD District1 Spills (emnrd-ocd-district1spills@state.nm.us); Victoria Venegas,
	EMNRD
Cc:	<u>Gloria Garza</u>
Subject:	RE: Cimarex Reportable Spill - Diamondtail 23 Fed Battery 3.31.2020
Date:	Friday, October 2, 2020 1:11:44 PM
Attachments:	<u>IMG_9758.JPG</u>
	<u>IMG_9759.JPG</u>
	IMG 9761.JPG
	IMG 9769.JPG
	IMG 9768.JPG

Good Afternoon!

The lined containment at the Diamondtail 23 Federal Battery is ready for inspection. Attached are pictures from our inspection proving the liner is intact.

Incident ID nRM2025347740

Thank you, Laci

From: Laci Luig <lluig@cimarex.com>
Sent: Tuesday, September 8, 2020 7:34 AM
To: BLM NM CFO Spill <BLM_NM_CFO_Spill@blm.gov>
Cc: Gloria Garza <ggarza@cimarex.com>
Subject: FW: Cimarex Reportable Spill - Diamondtail 23 Fed Battery 3.31.2020

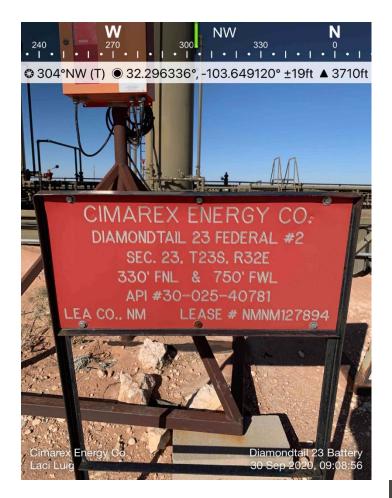
Good Morning,

Please find attached the Initial C-141 for the spill mentioned below. The form has been submitted online.

Thank you, Laci

> From: Gloria Garza <ggarza@cimarex.com> Date: August 31, 2020 at 5:34:00 PM CDT To: "emnrd-ocd-district1spills@state.nm.us)" <<u>emnrd-ocd-district1spills@state.nm.us</u>>, "BLM SPILL (<u>blm_nm_cfo_spill@blm.gov</u>)" <<u>blm_nm_cfo_spill@blm.gov</u>>, "Venegas, Victoria, EMNRD" <<u>Victoria.Venegas@state.nm.us</u>>, "Eads, Cristina, EMNRD" <<u>Cristina.Eads@state.nm.us</u>>, "Eads, Cristina, EMNRD" <<u>Cristina.Eads@state.nm.us</u>> Cc: "Griswold, Jim, EMNRD" <<u>Jim.Griswold@state.nm.us</u>>, "<u>rmann@slo.state.nm.us</u>" <<u>rmann@slo.state.nm.us</u>> Subject: Cimarex Reportable Spill - Diamondtail 23 Fed Battery 3.31.2020







30 Sep 2020, 09:10:17

NW

W

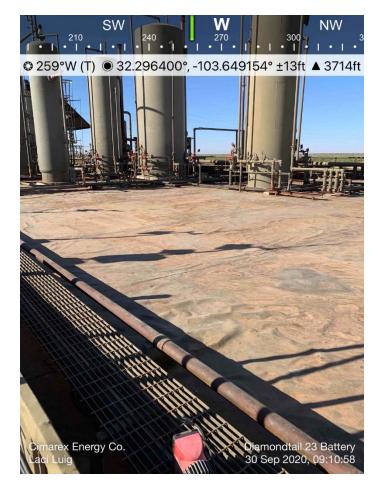
Laci Luig































.

CONDITIONS

Action 10693

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 <u>District IV</u> 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 OF APPROVAL

	OGRID:	Action Number:	Action Type:	
CIMAREX ENERGY CO. 600 N. Marienfeld Street	215099	10693	C-141	
Suite 600 Midland, TX79701				
OCD Reviewer	Condition	Condition		
ceads	None	None		