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	nRM2021219593
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party: Cimarex Energy Co.			OGRID: 2	15099			
Contact Name: Laci Luig			Contact Te	elephone: (432)	571-7800		
Contact email: lluig@cimarex.com				Incident #	(assigned by OCD)	nRM2021219593	
Contact mailing address: 600 N Marienfeld Street, Ste. 600 Midland, TX 79701							
Location of Release Source							
Latitude 32.152081 Longitude -104.250246 (NAD 83 in decimal degrees to 5 decimal places)							
Site Name: M	Marquardt 1 I	Federal 15H & 16	H Battery		Site Type: 1	Battery	
Date Release	Discovered:	7/23/2020			API# (if app	licable)	
Unit Letter	Section	Township	Range		Coun	ty	
N	1	25S	26E	Eddy	,		
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 Oi		Volume Release				Volume Reco	
Produced	Produced Water Volume Released (bbls) 40				Volume Reco	vered (bbls) 40	
Is the concentration of dissolved chloride produced water >10,000 mg/l?			chloride	in the	Yes N	О	
Condensate Volume Released (bbls)					Volume Reco	vered (bbls)	
☐ Natural Gas Volume Released (Mcf)				Volume Reco	vered (Mcf)		
Other (describe) Volume/Weight Released (provide units)				Volume/Weig	tht Recovered (provide units)		
lined contain	imp line off ment and red		The containmen			We released 60	barrels of produced water on to the

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Was this a major release as defined by		sponsible party consider this a major release?
19.15.29.7(A) NMAC?	Amount of the release is greater than 2	25 barrers.
⊠ Yes □ No		
If YES, was immediate no By: Gloria Garza	otice given to the OCD? By whom? To	whom? When and by what means (phone, email, etc)?
To: Mike Bratcher, Rober	rt Hamlet, Victoria Venegas and BLM N	NM CFO Spill
By: Email		
	Initial	Response
The responsible	party must undertake the following actions immed	liately 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	ave 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	d above have <u>not</u> been undertaken, expla	ain 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.		
		the best of my knowledge and understand that pursuant to OCD rules and
		notifications and perform corrective actions for releases which may endanger he OCD does not relieve the operator of liability should their operations have
failed to adequately investig	ate and remediate contamination that pose a	threat to groundwater, surface water, human health or the environment. In r of responsibility for compliance with any other federal, state, or local laws
and/or regulations.	Tu e 111 report does not reneve une operato	1 of responsionity for compliance wanting outer receius, state, of recar laws
Printed Name: Laci Luig_		Title: Engineer Tech
Signature: \(\sqrt{G} \) \(\cdot \)	· 4	Date: 7/24/2020
eman: nuig@cimarex.cor	п	Telephone: (432) 571-7810
OCD Only		
•		.
Received by:		Date:

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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?	(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 ½-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.

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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: Laci Luig	Title: Engineer Tech	
Signature: \(\(\alpha \)	Date: 9/28/2020	
email: lluig@cimarex.com	Telephone: (432) 571-7810	
OCD Only		
Received by:	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 is	tems 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 ODC	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	ations. The responsible party acknowledges they must substantially inditions that existed prior to the release or their final land use in	
Printed Name: Laci Luig	Title: Engineer Tech	
Signature:	Date: 9/28/2020	
email: lluig@cimarex.com	Telephone: (432) 571-7810	
OCD Only		
Received by:	Date:	
	of liability should their operations have failed to adequately investigate and water, human health, or the environment nor does not relieve the responsible for regulations.	
Closure Approved by:	Date:	
Printed Name:	Title:	

From: <u>Laci Luig</u>
To: <u>Laci Luig</u>

Subject: FW: Cimarex Reportable Spill - Marquardt Federal 15H&16H Battery - 8.8.2020

Date: Friday, September 11, 2020 9:25:53 AM

Attachments: image001.png

From: Laci Luig

Sent: Friday, September 11, 2020 9:22 AM

To: Gloria Garza <ggarza@cimarex.com>; 'mike.bratcher@state.nm.us' <mike.bratcher@state.nm.us>; Hamlet, Robert, EMNRD <Robert.Hamlet@state.nm.us>; Venegas, Victoria, EMNRD <Victoria.Venegas@state.nm.us>; BLM SPILL (blm_nm_cfo_spill@blm.gov) <blm_nm_cfo_spill@blm.gov>

Subject: RE: Cimarex Reportable Spill - Marquardt Federal 15H&16H Battery - 8.8.2020

Good morning!

The containment liner has been washed and is ready for inspection.

This will apply to the following incidents: nRM2021219593 (BLM ID 20M058EU) nRM2022641716 (BLM ID 20MH114EU)

Thank you, Laci

From: Gloria Garza < ggarza@cimarex.com > Sent: Saturday, August 8, 2020 1:42 PM

To: 'mike.bratcher@state.nm.us' <<u>mike.bratcher@state.nm.us</u>>; Hamlet, Robert, EMNRD <<u>Robert.Hamlet@state.nm.us</u>>; Venegas, Victoria, EMNRD <<u>Victoria.Venegas@state.nm.us</u>>; BLM SPILL (<u>blm_nm_cfo_spill@blm.gov</u>) <<u>blm_nm_cfo_spill@blm.gov</u>>

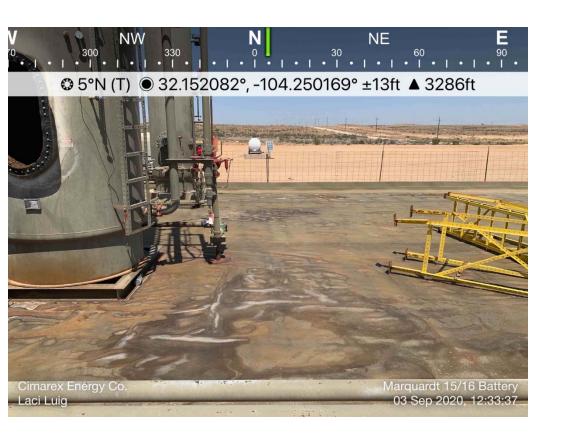
Cc: Laci Luig < !luig@cimarex.com>

Subject: Cimarex Reportable Spill - Marquardt Federal 15H&16H Battery - 8.8.2020

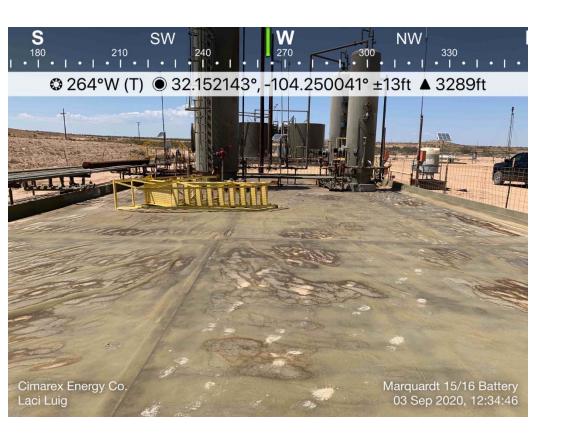
All,

We had a spill at the Marquardt 1 Federal 15H&16H Battery. A hole developed in the firetube on the heater treater due to corrosion. We released 14 barrels of produced water onto the lined containment and we recovered all fluids. We stopped the leak, removed the fluid out to vessel and the containment. We will pull off the firetube and replace it with a new one and once the repairs are completed we will power wash the containment.





















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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 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 ODC 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 rer human health or the environment. In addition, OCD acceptance of compliance with any other federal, state, or local laws and/or regular restore, reclaim, and re-vegetate the impacted surface area to the coaccordance with 19.15.29.13 NMAC including notification to the Coaccordance.	nations. The responsible party acknowledges they must substantially anditions that existed prior to the release or their final land use in OCD when reclamation and re-vegetation are complete.			
	_ Title: Engineer Tech			
Signature:	Date: 9/28/2020			
email: lluig@cimarex.com	Telephone: (432) 571-7810			
OCD Only				
Received by: Robert Hamlet	Date:1/15/2021			
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: Robert Hamlet	Date: 1/15/2021			
Printed Name: Robert Hamlet	Title: Environmental Specialist - Advanced			

From: <u>Hamlet, Robert, EMNRD</u>

To: <u>Laci Luig</u>

Cc: Bratcher, Mike, EMNRD; Eads, Cristina, EMNRD; CFO Spill, BLM NM

Subject: Closure Approval - Cimarex - Marquardt 1 Fed 15H & 16H Battery - (Incident #NRM2021219593)

Date: Friday, January 15, 2021 10:24:00 AM

Attachments: Closure Approval - Cimarex - Marquardt 1 Fed 15H & 16H Battery (NRM2021219593).pdf

Laci,

We have received your closure report and final C-141 for <u>Incident #NRM2021219593</u> Marquardt 1 Fed 15H & 16H Battery, thank you. This closure is approved.

Please let me know if you have any further questions.

Regards,

Robert Hamlet • Environmental Specialist - Advanced

Environmental Bureau
EMNRD - Oil Conservation Division
811 S. First Street | Artesia, NM 88210
505.748.1283 | robert.hamlet@state.nm.us
http://www.emnrd.state.nm.us/OCD/



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

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 10392

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
CIMARE	X ENERGY CO.	600 N. Marienfeld Street	215099	10392	C-141
Suite 600	Midland, TX79701				

OCD Reviewer	Condition	
rhamlet	We have received your closure report and final C-141 for Incident #NRM2021219593 Marquardt 1 Fed 15H & 16H Battery, thank you. This closure is approved.	