

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 October 10, 2003
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company : Cimarex Energy (162683)	Contact : James Tinney
Address : 600 N Marienfeld Ste 600, Midland TX 79701	Telephone No. : 575-706-0095
Facility Name : Penny Pincher Federal Com #3H	Facility Type: Tank Battery

Surface Owner :	Mineral Owner	Lease No. : API #30-015-38296 2RP-806
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	21	19S	31E	330'	FNL	2310'	FEL	Eddy

Latitude 32.65234 N Longitude -103.87318 W

NATURE OF RELEASE

Type of Release : Crude Oil	Volume of Release : 15 bbls	Volume Recovered: 10 bbls
Source of Release : Valve malfunction	Date and Hour of Occurrence:	Date and Hour of Discovery:
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? 6/25/11 BLM / Mr. Legion & Jim Amos	
By Whom?	Date and Hour : 6/25/2011	
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.*

Describe Cause of Problem and Remedial Action Taken.*

Vent back pressure valve malfunction blowing oil out of thief hatch causing overspray behind tanks. A vacuum truck was immediately to pick up the oil in the lined containment of the tank battery. The tank was isolated, repaired and put back into service.

Describe Area Affected and Cleanup Action Taken.* Talon/LPE was contacted for the correction of the release. The impacted area behind the tank battery was excavated to a depth of 3.5-feet. The impacted soil was transported to a NMOCD approved solid waste facility. The excavation was left open until confirmation samples were approved by the NMOCD and BLM and approval to backfill the excavation to grade using new material transported from a local borrow pit. The overspray area was Micro Blazed on two separate occasions with analytical testing done for each application.

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: <i>James Tinney</i> 4/19		OIL CONSERVATION DIVISION	
Printed Name: James Tinney		Approved by District Supervisor: <i>[Signature]</i>	
Title: Production Foreman		Approval Date: <i>5/6/15</i>	Expiration Date: <i>N/A</i>
E-mail Address: jtinney@cimarex.com		Conditions of Approval: <i>Final</i>	
Date: 04/03/2012	Phone: 575-706-0095	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

RECEIVED
 APR 25 2012
NMOCD ARTESIA

2RP-806