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 Co. of Colorado	Contact Hugo Naegele Jr.
Address 300 Texas Ave, PO Box 1237, Eunice, NM 88231	Telephone No. 505-394-0613 505-390-9394
Facility Name Skelly Penrose Unit	Facility Type Oil & Gas

Surface Owner Sims Estate	Mineral Owner	Lease No. API 30-025-33983

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	9	23s	37e	160'	N	46'	E	Lea

69'

Latitude N 32 19.527' **Longitude W 103 09.510'**

NATURE OF RELEASE

Type of Release Oil & Water		Volume of Release 180 bbls	Volume Recovered 180 bbls
Source of Release Trunkline leak		Date and Hour of Occurrence	Date and Hour of Discovery 8-14-06
Was Immediate Notice Given? ☒ Yes ☐ No ☐ Not Required		If YES, To Whom? Gary Wink, OCD	
By Whom? Hugo Naegele Jr.		Date and Hour 8-17-06 9:40 am	
Was a Watercourse Reached? ☐ Yes ☒ No		If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.* The leak occurred on the trunkline from the satellite #6 to Battery #1 on the Skelly Penrose Unit Lease. Remedial Action Taken: 1) Call for vacuum truck to pick up spill. 2) Called NMOCD. 3) Called roustabout crew to repair leak. 4) Call Shaw Environmental to take samples. 5) Called land owner.

Describe Area Affected and Cleanup Action Taken.*
The area affected was sandy terrain. A few mesquitos, chenery, broom weed and very little grass.
Action Taken: 1) Vaccum truck to pick up spill. 2) Roustabout crew and backhoe to repair line. 3) Called Shaw Envirmental.

Received Hobbs OCD

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: Hnaegele Jr	OIL CONSERVATION DIVISION	
Printed Name: Hugo Naegele Jr.	Approved by District Supervisor:	
Title: Production Foreman	Approval Date:	Expiration Date:
E-mail Address: hnaegele@cimarex.com	Conditions of Approval:	Attached ☐
Date: 8-17-06 Phone: 505-394-0613		

* Attach Additional Sheets If Necessary

facility - fPAC0624024949
incident - nPAC0624025102
application - pPAC0624025241

RP# 1012