

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	Zeno Farris
Address	PO Box 140907; Irving, TX 75014	Telephone No.	972-443-6489
Facility Name	Pennzoil B 36 State No. 1	Facility Type	300 bbl water tank

Surface Owner	State	Mineral Owner	State	Lease No.	V0-5271-0001
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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
H	36	19S	33E	1980	North	660	East	Lea

Latitude 323706.01 Longitude 1033635.37

*WTR 501*

**NATURE OF RELEASE**

Type of Release	Produced water	Volume of Release	60 bbls	Volume Recovered	60 bbls
Source of Release	Water tank	Date and Hour of Occurrence	03-24-07, 12:00 am to 6:00 am	Date and Hour of Discovery	9:00 am 3-24-07
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Gary Wink at Hobbs OCD		
By Whom?	David Hayes	Date and Hour	03-24-07, 9:30 am		
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.\*  
 Lightning hit and destroyed 1 300 bbl water tank, spilling 60 bbls of produced water.

Describe Area Affected and Cleanup Action Taken.\*  
 All water spilled was contained within the dike around the tank battery. A vacuum truck sucked all of the water up and disposed of it at a SWD. The damaged tank and equipment will be removed and replaced.

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>Zeno Farris</i>	<b>OIL CONSERVATION DIVISION</b>		
Printed Name: Zeno Farris	Approved by District <i>ENR 120 ENGR</i> Supervisor?		
Title: Manager Operations Administration	Approval Date: <i>6-5-07</i>	Expiration Date: _____	
E-mail Address: <i>zfarris@cimarex.com</i>	Conditions of Approval: _____		Attached <input type="checkbox"/>
Date: 03-29-07	Phone: 972-443-6489		

\* Attach Additional Sheets If Necessary

*RP# 300  
1426*