NM OIL CONSERVATION

ARTESIA DISTRICT

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

Energy Minerals and Natural Resources AUG 29 2017 State of New Mexico

Form C-141 Revised April 3, 2017

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

RECEIVED Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action NAB 1725029 111 **OPERATOR** M Initial Report Final Report Name of Company EOG Resources, Inc. 25575 Contact Zane Kurtz Address 5509 Champions Drive, Midland, TX 79706 Telephone No. 432-425-2023 Facility Name Pinochle BNP State Com #2H Facility Type Oil Well and Battery Surface Owner EOG Mineral Owner EOG API No. 30-015-38316 LOCATION OF RELEASE Unit Letter Section Township Feet from the Range North/South Line Feet from the East/West Line County 28E FNL 330 FWL Eddy Latitude CK Longitude -104.0826 NAD83 NATURE OF RELEASE Type of Release Produced Water Volume of Release 135 bbls Volume Recovered 130 bbls Source of Release - 4" poly transition ruptured inside tinhorn Date and Hour of Occurrence Date and Hour of Discovery 8/29/2017 Was Immediate Notice Given? If YES, To Whom? Yes □ No □ Not Required Mike Bratcher and Crystal Weaver, NMOCD Amber Groves, NM State Lands, Shelly Tucker, BLM By Whom? Zane Kurtz Date and Hour 08/29/2017 1100 Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* Lease op discovered a 4" poly transition inside of a tinhorn leaking produced water. The entire release was contained on the pad. Approximately 135 bbls were released and 130 bbls were recovered. An emergency one call is being placed today so that we can remove the impacted (wet) area before it goes deeper into the ground. The impacted material will be disposed of at a NM approved landfill. An assessment will follow with soil samples collected and a work plan will be produced based on the soil analytical and submitted to the NMOCD and State Lands for approval. Soil samples will be run for BTEX, TPH, and Chlorides. **Surface is apparently State Lands and the bottom hole is BLM. Describe Area Affected and Cleanup Action Taken.* 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. OIL CONSERVATION DIVISION Signature: Approved by Environmental Specialis Printed Name: Zane Kurtz Expiration Date; Title: Sr. Environmental Rep. Approval Date: Conditions of Approval: E-mail Address: zane kurtz@eogresources.com Date: 8/29/2017 Phone: 432-425-2023

* Attach Additional Sheets If Necessary