District I 1625 N. French Dr., Hobbs, NM 88240 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

Release Notification and Corrective Action

Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

1-045-10301 **OPERATOR** Initial Report Final Report Name of Company Noble Energy, Inc. Contact Chris Del Hierro Address 5802 U.S. Hwy. 64, Farmington, NM 87401 Telephone No. 303.228.4160 Facility Name Payne #3 Facility Type Tank Battery Surface Owner Federal Mineral Owner Federal Lease No. NMSF078464 **LOCATION OF RELEASE** North/South Line Feet from the Feet from the Unit Letter Section Township Range East/West Line County 13W 26 31N 1650 South 840 West San Juan L Latitude Longitude NATURE OF RELEASE Type of Release - Produced water Volume of Release ~20 bbls Volume Recovered ~0 bbls Source of Release Water transfer line Date and Hour of Occurrence Date and Hour of Discovery 3/10/08 9:00 AM 3/10/08 9:20 AM Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required By Whom? Date and Hour 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.* Produced water transfer line developed a leak due to a kink in the outer lining of the pipe. Well water was re-directed into production tanks until line was repaired. Describe Area Affected and Cleanup Action Taken.* Water soaked into the ground near the leak area, therefore, no produced water was collected. 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** Signature Approved by District Supervisor: Printed Name: Chris Del Hierro Expiration Date: Title: Environmental Coordinator Approval Date: E-mail Address: cdelhierro@nobleenergyinc.com Conditions of Approval: Attached 3/13/08 Phone: 303.228.4160

* Attach Additional Sheets If Necessary

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OIL CONS. DIV.