District I
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

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	NAPP2322328121
District RP	2
Facility ID	
Application ID	

Release Notification

Responsible Party

			resp	onsible i ul cj	J
Responsible Party LH Operating, LLC				OGRID	
Contact Name Mike Burton				Contact Te	elephone 575-499-5306
Contact emai	i1	lhoperating.com		Incident #	(assigned by OCD)
Contact mail	ing address		ste 200 Dallas TX	75205	
		1003 0010 1110,		of Release So	OHP00
			Location	of Release Se	ource
Latitude 32.8	845498		(NAD 83 in doc	Longitude _	
-			(NAD 63 in dec		nui piaces)
Site Name H	HE West B	71		Site Type	Oil
Date Release	Discovered	8/8/2023		API# (if app	plicable) 30-015-28573
Unit Letter	C4:	T1:	D		
Onit Letter	Section	Township	Range	Coun	<u>Ity</u>
I	9	17S	31E	Eddy	
Surface Owner	r: State	x Federal Tr	ribal Private (/	Name:)
			Nature and	l Volume of I	Release
	Materia	l(s) Released (Select al	l that apply and attach	calculations or specific	e justification for the volumes provided below)
x Crude Oil		Volume Release	d (bbls)		Volume Recovered (bbls) 0
x Produced	Water	Volume Release	d (bbls)	6	Volume Recovered (bbls)
Is the concentration of dissolved chloride in the produced water >10,000 mg/l?		hloride in the	X Yes No		
Condensa	te	Volume Release			Volume Recovered (bbls)
Natural G	as	Volume Release	d (Mcf)		Volume Recovered (Mcf)
Other (describe) Volume/Weight Released (provide units) Volume/Weight Recovered (provide units)		Volume/Weight Recovered (provide units)			
Cause of Rele	ease Flow	l vline failure			

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Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the respo	nsible party consider this a major release?
Yes X No		
If YES, was immediate n	otice given to the OCD? By whom? To w	hom? When and by what means (phone, email, etc)?
	Initial R	esponse
The responsible	party must undertake the following actions immediate	ly unless they could create a safety hazard that would result in injury
x The source of the rele	ease has been stopped.	
X The impacted area ha	s been secured to protect human health and	the environment.
x Released materials ha	ave been contained via the use of berms or	dikes, absorbent pads, or other containment devices.
X All free liquids and re	ecoverable materials have been removed an	d managed appropriately.
If all the actions describe	d above have <u>not</u> been undertaken, explain	why:
D 1015000D (1) ND	71	
has begun, please attach	a narrative of actions to date. If remedial	remediation immediately after discovery of a release. If remediation efforts have been successfully completed or if the release occurred blease attach all information needed for closure evaluation.
regulations all operators are public health or the environi failed to adequately investig	required to report and/or file certain release not ment. The acceptance of a C-141 report by the cate and remediate contamination that pose a through	best of my knowledge and understand that pursuant to OCD rules and iffications and perform corrective actions for releases which may endanger DCD does not relieve the operator of liability should their operations have eat to groundwater, surface water, human health or the environment. In responsibility for compliance with any other federal, state, or local laws
Printed Name: Mike Bu	urton	Title:
Signature: Michael	rl Burton	Date: <u>8/9/23</u>
email: mike@lhoperatir	ng.com	Telephone: <u>575-499-5306</u>
OCD Only		
Received by: Shelly Well	lls	Date: 8/11/2023

Received by OCD: 8/11/2023 7:55:23 AM Form C-141 State of New Mexico
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Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

What is the shallowest depth to groundwater beneath the area affected by the release?	320 (ft bgs)	
Did this release impact groundwater or surface water?	☐ Yes 🗓 No	
Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse?	Yes X No	
Are the lateral extents of the release within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)?	Yes X No	
Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church?	Yes X No	
Are the lateral extents of the release within 500 horizontal feet of a spring or a private domestic fresh water well used by less than five households for domestic or stock watering purposes?	Yes X No	
Are the lateral extents of the release within 1000 feet of any other fresh water well or spring?	Yes X No	
Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field?	Yes X No	
Are the lateral extents of the release within 300 feet of a wetland?	Yes X No	
Are the lateral extents of the release overlying a subsurface mine?	Yes X No	
Are the lateral extents of the release overlying an unstable area such as karst geology?	Yes X No	
Are the lateral extents of the release within a 100-year floodplain?	Yes X No	
Did the release impact areas not on an exploration, development, production, or storage site?	Yes X No	
Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and ver contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.	tical extents of soil	
Characterization Report Checklist: Each of the following items must be included in the report.		
Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells. Field data Data table of soil contaminant concentration data Depth to water determination Determination of water sources and significant watercourses within ⅓-mile of the lateral extents of the release Boring or excavation logs Photographs including date and GIS information Topographic/Aerial maps Laboratory data including chain of custody		

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

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I hereby certify that the information given above is true and complete to the regulations all operators are required to report and/or file certain release not public health or the environment. The acceptance of a C-141 report by the failed to adequately investigate and remediate contamination that pose a thr addition, OCD acceptance of a C-141 report does not relieve the operator of and/or regulations.	ifications and perform corrective actions for releases which may endanger OCD does not relieve the operator of liability should their operations have eat to groundwater, surface water, human health or the environment. In
Printed Name: Mike Burton	
Signature: Wichael Burton	Date: <u>8/9/23</u>
email: mike@lhoperating.com	Telephone: <u>575-499-5306</u>
OCD Only	
Received by:	Date:

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Remediation Plan

Remediation Plan Checklist: Each of the following items must be	e included in the plan.
 □ Detailed description of proposed remediation technique □ Scaled sitemap with GPS coordinates showing delineation point □ Estimated volume of material to be remediated □ Closure criteria is to Table 1 specifications subject to 19.15.29.1 □ Proposed schedule for remediation (note if remediation plan times) 	2(C)(4) NMAC
Deferral Requests Only: Each of the following items must be con-	firmed as part of any request for deferral of remediation.
Contamination must be in areas immediately under or around predeconstruction.	oduction equipment where remediation could cause a major facility
Extents of contamination must be fully delineated.	
Contamination does not cause an imminent risk to human health	, the environment, or groundwater.
	e and remediate contamination that pose a threat to groundwater, acceptance of a C-141 report does not relieve the operator of
Printed Name: Mike Burton	Title:
Signature: Michael Burton	Date: 8/9/23
email:mike@lhoperating.com	Telephone: <u>575-499-5306</u>
OCD Only	
Received by:	Date:
☐ Approved ☐ Approved with Attached Conditions of	Approval
Signature:	Date:

Received by OCD: 8/11/2023 7:55:23 AM
State of New Mexico
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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following it	tems must be included in the closure report.	
☐ A scaled site and sampling diagram as described in 19.15.29.11 NMAC		
Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)		
☐ Laboratory analyses of final sampling (Note: appropriate ODC	C District office must be notified 2 days prior to final sampling)	
☐ Description of remediation activities		
and regulations all operators are required to report and/or file certain may endanger public health or the environment. The acceptance of should their operations have failed to adequately investigate and remuman health or the environment. In addition, OCD acceptance of a compliance with any other federal, state, or local laws and/or regular restore, reclaim, and re-vegetate the impacted surface area to the confidence with 19.15.29.13 NMAC including notification to the O	nditions. The responsible party acknowledges they must substantially nditions that existed prior to the release or their final land use in CD when reclamation and re-vegetation are complete. Title:	
email: mike@lhoperating.com	Telephone: 575-499-5306	
OCD Only		
Received by:	Date:	
	of liability should their operations have failed to adequately investigate and water, human health, or the environment nor does not relieve the responsible or regulations.	
Closure Approved by:	Date:	
Printed Name:	Title:	

Oil and Water Spill Volume Spreadsheet

Calculator Updated 9/4/2013

INPUT FIELDS
OUTPUT
RESULT

Location:	
GPS Coordinates:	
Spill Date:	
Spill Time:	

	feet
	feet
	inches
6,949.00	ft ²
6.00	inches
	yd³
	6,949.00

Oil Cut=	10.00	% Oil	
Porosity Factor=	0.03		Types
			Grave
Soil Volume=	128.69	yd ³	Sand
Total Oil in Soil=	1.86	barrels	Clay/s

16.71 barrels

Types of Soil	Porosity Factor
Gravel	0.25
Sand	0.20
Clay/silt/sand Mix	0.15
Clay	0.05
Caliche	0.03
Unknown	0.25

Use only one method

Total Produced Water in Soil=

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 250732

CONDITIONS

No contract the contract to th			
Operator:	OGRID:		
LH Operating, LLC	329319		
4809 Cole Ave	Action Number:		
Dallas, TX 75205	250732		
	Action Type:		
	[C-141] Release Corrective Action (C-141)		

CONDITIONS

Created By		Condition Date
scwells	None	8/11/2023