

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

NM OIL CONSERVATION

ARTESIA DISTRICT

JUL 27 2016

Form C-141.
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

RECEIVED

1621621435409
1621621435551

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

| | |
|---|----------------------------|
| Name of Company Cimarex Energy | Contact Christine Alderman |
| Address 600 N Marienfeld Ste 600 Midland TX | Telephone No. 432-853-7059 |
| Facility Name Silver Charm 12 Unit 1H (TX) | Facility Type production |

| | | |
|-----------------------|---------------|------------------------------------|
| Surface Owner private | Mineral Owner | API No. TX drilling permit #769545 |
|-----------------------|---------------|------------------------------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| | | | | | | | | Eddy |

Latitude 31.999852 Longitude -104.117886

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release produced water | Volume of Release 20 bbls | Volume Recovered 10 bbls |
| Source of Release 12" poly water transfer line | Date and Hour of Occurrence 7/26/2016 | Date and Hour of Discovery 7/26/2016 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Shelly Tucker/ Heather Patterson | |
| By Whom? Christine Alderman | Date and Hour 7/27/2016 | |
| 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. A 12" poly water transfer line ruptured near the TX/NM state line. The water is from a TXRRC lease (Silver Charm 12 unit 1H). Some of the fluids followed an erosion ditch approximately 3' wide onto the NM side. The fluids traveled approximately 500 yards.

Describe Area Affected and Cleanup Action Taken. Upon obtaining an Arc/Paleo clearance, we will develop a work plan for approval and cleanup.

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: Christine Alderman

Printed Name: Christine Alderman

Title: ESH Supervisor

E-mail Address: calderman@cimarex.com

Date: 7/27/2016 Phone: 432-853-7059

Approved by Environmental Specialist:

Approval Date: 7/28/16

Expiration Date: N/A

Conditions of Approval:

Remediation per O.C.D. Rules & Guidelines

SUBMIT REMEDIATION PROPOSAL NO

LATER THAN: 9/1/16

Attached ☐

2RP-3808

* Attach Additional Sheets If Necessary

Patterson, Heather, EMNRD

From: Christine Alderman <calderman@cimarex.com>
Sent: Wednesday, July 27, 2016 10:39 AM
To: Patterson, Heather, EMNRD; stucker@blm.gov
Subject: Silver Charm (NM/TX spill)
Attachments: 20160727102210230.pdf

As discussed this morning, here is the C-141 for the spill at the TX lease.

Please let me know if you have any questions. I will wait for the ARC and Paleo clearances before we move forward.

Thanks!

Christine Alderman

Cimarex Energy Co.



ESH Supervisor – Permian Basin
Midland TX
Cell – 432.853.7059