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

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action OPERATOR Initial Report ☐ Final Report Name of Company: Cimarex Energy Co. of Colorado / Contact: Gloria Garza Address: 600 N Marienfeld Ste 600 Midland TX Telephone No. 432-234-3204 Facility Name: Intrepid 3 Federal Com 1H Facility Type: Battery Surface Owner: BLM API No. 30-015-38979 Mineral Owner: BLM LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County D 3 198 30E 250 330 W Eddy N Latitude 32.696127 Longitude -103.965637 NATURE OF RELEASE Type of Release: Produced Water Volume Recovered: 35 BBLS Volume: 35 BBLS Date and Hour of Discovery: Source of Release: Battery/Fire Tube Date and Hour of Occurrence: 7/21/2018 12:15 PM 7/21/2018 12:15 PM Was Immediate Notice Given? If YES, To Whom? Mike Bratcher and Shelly Tucker By Whom? Glorin Garza Date and Hour: 7/22/2018 9:46 AM Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* The fire tube inside of the heater treater developed a leak due to corrosion. The fire tube has been replaced and put back into service. Describe Area Affected and Cleanup Action Taken.* All fluids released were contained inside of the lined containment. We recovered all fluids and power washed the containment. Christine Alderman inspected the containment on August 1, 2018 and found the containment to be intact and able to hold fluid. 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 Specialist: Maria Pruett Printed Name: Gloria Garza N/A 08/07/18 **Expiration Date:** Approval Date: Title: ESH Specialist Conditions of Approval: E-mail Address: ggarza@cimarex.com Like as BLM Date: 8.6.2018 Phone: 432-234-3204

* Attach Additional Sheets If Necessary

FINAL

Pruett, Maria, EMNRD

From:

Gloria Garza <ggarza@cimarex.com>

Sent:

Monday, August 6, 2018 2:35 PM

To:

Bratcher, Mike, EMNRD

Cc:

Christine Alderman; Pruett, Maria, EMNRD

Subject:

RE: [External] RE: Reportable Spill - Intrepid 3 Federal Com 1H - 7/21/2018

Attachments:

C-141 Intrepid 3 Federal Com_1 8-6-2018.doc; intrepid 3 fed com 1 pic 1.jpg; intrepid 3

fed com 1 pic 2.jpg; intrepid 3 fed com 1 pic 3.jpg; intrepid 3 fed com 1 pic 4.jpg

Follow Up Flag:

Follow up Flagged

Flag Status:

Mike,

Here is the updated C-141 and pictures for the Intrepid release.

Please call if you have any questions.

Thank you,

Gloria Garza 432.234.3204

From: Bratcher, Mike, EMNRD <mike.bratcher@state.nm.us>

Sent: Monday, July 23, 2018 7:56 AM
To: Gloria Garza <ggarza@cimarex.com>

Cc: Christine Alderman <calderman@cimarex.com>; Pruett, Maria, EMNRD <Maria.Pruett@state.nm.us>

Subject: [External] RE: Reportable Spill - Intrepid 3 Federal Com 1H - 7/21/2018

Christine & Gloria,

For a release in a lined containment, and submitting an Initial/Final C-141, the liner for the containment needs to be cleaned and inspected for integrity prior to submittal of the C-141. There needs to be at a minimum, a statement attesting to the integrity of the liner. Photos of the liner are encouraged if you can send in small file size.

Thanks,

Mike Bratcher NMOCD District 2 811 South First Street Artesia, NM 88210 575-748-1283 Ext 108

From: Gloria Garza <ggarza@cimarex.com>
Sent: Sunday, July 22, 2018 9:36 AM

To: Bratcher, Mike, EMNRD < mike.bratcher@state.nm.us>

Cc: Christine Alderman <calderman@cimarex.com>

Subject: FW: Reportable Spill - Intrepid 3 Federal Com 1H - 7/21/2018

Here is the C-141 for the Intrepid spill.

Please call if you have any questions.

Thank you,

Gloria Garza 432.234.3204

From: Gloria Garza

Sent: Sunday, July 22, 2018 9:49 AM

To: 'Bratcher, Mike, EMNRD' < mike.bratcher@state.nm.us > Subject: Reportable Spill - Intrepid 3 Federal Com 1H - 7/21/2018

Good Morning Mike

We had a spill yesterday at the Intrepid battery at 12:15 PM. The fire tube developed a hole due to corrosion and released 35 barrels of produced water into a lined containment and we recovered all.

API Number:

3001538979

ULSTR:

D-3-19S-30E

Footages

250 FNL & 990 FWL

Well Name & Number: INTREPID 3 FEDERAL COM No. 001H

Operator:

CIMAREX ENERGY CO. OF COLORADO

Please call if you have any questions.

Thank you,

Gloria Garza **ES&H Specialist** 432,234,3204