



January 22, 2019

ATTN: Mr. Mike Bratcher – District Supervisor  
State of New Mexico Oil Conservation Division, District 2  
811 South First Street  
Artesia, NM 88210

Dear Mr. Bratcher,

By this letter and pursuant to 19.15.29.10(A)(2) NMAC, HollyFrontier Transportation LLC ("HFT") is officially submitting the enclosed C-141 form on behalf of Transwood Logistic Inc. related to the January 7, 2019 spill at the COG Carmen 3 Federal Lease 1H Well, Loco Hills, Eddy County, to your district office.

As COG previously reported to the OCD, on January 7<sup>th</sup>, a Transwood truck driver was loading crude onto his truck at the Concho (COG) production lease, Carmen 3 Federal Com #1H Well, Loco Hills, Eddy County, NM, and spilled approximately 275 barrels of crude onto the ground at the lease and across approximately six miles on Highway 82 and County Road 126. The estimate of 275 barrels includes an unknown volume of crude spilled onto HWY 82 and County Road 126. The root cause of the spill is unclear at this time since the Transwood truck driver drove his truck to Transwood's truck yard after the spill occurred, parked it in the middle of the night and has disappeared.

Additional information regarding the spill and site characterization will be provided to the Division as it becomes available and upon the Division's request. Transwood is taking the lead on the site characterization and remediation. They are working with Brian Cooper at TRC (806-401-5356) in Denver City, Texas, to remediate the area and will start working on the project on Monday, January 28, 2019.

Thank you for all your help and working with HollyFrontier,

A handwritten signature in black ink that reads "Katharine E. Boyer". The signature is written in a cursive, flowing style.

Katharine E. Boyer  
EHS Manager  
Logistics / Asphalt / Heavy Oils  
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**HollyFrontier Transportation LLC**  
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