<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 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 Resource

Oil Conservation Division

1220 South St. Francis Dr.

Conto Do NIM 07505

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evised October 10, 2003 Copies to appropriate . Office in accordance

Form C-141

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NMOCD ARTE

Submit with Rule 116 on back

Santa Fe, INM 87303			
	fication and Corrective	Action	
MW1224849818	OPERATOR		Final Report
e of Company Cimarex Energy 162683	Contact Terry I	D. Ainsworth	
ress 600 Marienfeld Midland, TX 79701	Telephone No (575)	390-1388	
ity Name Federal 13 Com 2	Facility Type		
Minara	ol Owner	Lagra No. NM 4	1645

Nam Addı Facil Surface Owner API# 30-016-33344 LOCATION OF RELEASE Township Unit Letter Feet from the North/South Line Feet from the Section Range East/West Line County **25S** South 1565 1400' K 13 26E West Eddy Latitude_ Longitude_ NATURE OF RELEASE Produced Water Type of Release Volume of Release 33 BBLS Volume Recovered 30 BBLS fiberglass tank failure Source of Release Date and Hour of Occurrence Date and Hour of Discovery 10/11/2010 10/11/2010 sometime during the night 9 AM Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ Not Required I didn't call anyone or do a report back then because we thought as long as it was contained inside the berm it was not recordable. We know better By Whom? Date and Hour 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.* We had snap acting level controllers on the 3 phase production separator and it stuck in the open position hitting the FG tank with 900+ PSI It shook the bottom out of the tank releasing one foot of water inside the lined bermed area. We called a vacuum truck and picked up what we could and hauled to a public disposal. Describe Area Affected and Cleanup Action Taken.* We changed out the snap acting level controllers with throttling controllers and set a 500 PSI Flash separator with a 200 PSI back pressure valve. So now our high pressure vessel dumps through the flash separator. So now we should never have high pressure at the tanks. 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 District Supervisor: Printed Name: Terry D. Ainsworth Title: Production Foreman Expiration Date: E-mail Address: tainsworth@cimarex.com Conditions of Approval: Attached Date: 8/20/2012 Phone: (575) 390-1388 Remediation per OCD Rules &

* Attach Additional Sheets If Necessary

Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: October 4th 2012