

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

OCT 28 2015

Form C-141
Revised August 8, 2011

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

RECEIVED

Release Notification and Corrective Action

NAB1530626926

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 | Scarlet 34 Fed I | Facility Type | production |

| | | | | | |
|---------------|-----|---------------|--|---------|--------------|
| Surface Owner | BLM | Mineral Owner | | API No. | 30-015-37817 |
|---------------|-----|---------------|--|---------|--------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| A | 34 | 25S | 25E | 660 | N | 660 | E | Eddy |

Latitude 32.09175 Longitude -104.37714

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|-----------------------------|----------------------------|------------|
| Type of Release | produced water | Volume of Release | 21 bbls | Volume Recovered | 20 bbls |
| Source of Release | tank | Date and Hour of Occurrence | 09/15/2015 | Date and Hour of Discovery | 09/15/2015 |
| Was Immediate Notice Given? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | Mike Bratcher/Shelly Tucker | | |
| By Whom? | Christine Alderman | Date and Hour | 09/16/2015 10:45am | | |
| 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.*

The well produced more than normal recorded production for some reason, and the tank overfilled.

Describe Area Affected and Cleanup Action Taken.*

All fluids were contained in a LINED containment, and were recovered. Gravel will be cleaned and replaced.

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.

| | | |
|--------------------------------------|--|-----------------------------------|
| Signature: Christine Alderman | OIL CONSERVATION DIVISION | |
| Printed Name: Christine Alderman | Approved by Environmental Specialist: <i>[Signature]</i> | |
| Title: ESH Supervisor | Approval Date: 11/2/15 | Expiration Date: N/A |
| E-mail Address: caldeman@cimarex.com | Conditions of Approval: FINAL | Attached <input type="checkbox"/> |
| Date: 09/17/2015 | Phone: 432-853-7059 | |

* Attach Additional Sheets If Necessary

2RP-3365