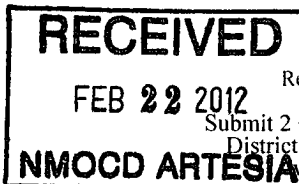


District I
1625 N. French Dr, Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

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



Form C-141
Revised October 10, 2003

30-015-37807

Release Notification and Corrective Action

NMLB/205449275

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company-Cimarex Energy	162683	Contact- James Tinney
Address-600 N Marienfeld Ste 600, Midland Tx 79701		Telephone No. 575 706 0095
Facility Name-Chaser 8 State 2		Facility Type- Tank battery

Surface Owner	Mineral Owner	Lease No.
---------------	---------------	-----------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County - Eddy
	8	17	29	2310	north	990	east	

Latitude-32.85115 Longitude- -104.09144

NATURE OF RELEASE

Type of Release- crude oil and produce water	Volume of Release 99 oil -- 188 water	Volume Recovered- 99 oil --- 180 water
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	DOR: 2/20/12 If YES, To Whom? Called left OCD and left message for Mike Bratcher	
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 Take

Gasket between fire tube and production heater failed, spraying oil and water out of production heater

Describe Area Affected and Cleanup Action Take. Contained inside berm (lined). Small over sprayed area in front of battery and west side of location
Vacuum trucks picked up standing oil and water and put back in stock tank, took production heater out of service until repair is done.

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:		OIL CONSERVATION DIVISION	
Printed Name: James Tinney		Approved by District Supervisor: <u>Mike Bratcher</u>	
Title: Assistant Production Foreman		Approval Date: FEB 23 2012	Expiration Date:
E-mail Address: jtinney@cimarex.com		Conditions of Approval:	Attached <input type="checkbox"/>
Date: 3-13-11 Phone: 575-706-0095		Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 3/23/2012	

* Attach Additional Sheets If Necessary

2RP-1041