

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

RECEIVED

By JKeys at 8:34 am, Jun 27, 2016

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 | EOG Resources, Inc. | Contact | Zane Kurtz |
| Address | 5509 Champions Drive, Midland, TX 79706 | Telephone No. | 432-425-2023 |
| Facility Name | Red Hills North Unit #106 | Facility Type | Water Injection Well |

| | | | | | |
|---------------|-----|---------------|-----|---------|--------------|
| Surface Owner | BLM | Mineral Owner | BLM | API No. | 30-025-36310 |
|---------------|-----|---------------|-----|---------|--------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| NWSW | 1 | 25S | 33E | 1403' | S | 1314' | W | Lea |

Latitude 32.1561 Longitude -103.5304

NATURE OF RELEASE

| | | | | | |
|-------------------|----------------|-----------------------------|-----------|----------------------------|------|
| Type of Release | Produced Water | Volume of Release | 130 | Volume Recovered | 100 |
| Source of Release | 4" Poly Line | Date and Hour of Occurrence | 6-26-2016 | Date and Hour of Discovery | 0200 |

| | | | |
|-----------------------------|---|------------------|----|
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | NA |
|-----------------------------|---|------------------|----|

| | | | |
|----------|----|---------------|--|
| By Whom? | NA | Date and Hour | |
|----------|----|---------------|--|

| | | | |
|----------------------------|---|---|--|
| 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.*
NA

Describe Cause of Problem and Remedial Action Taken.*
4" water transfer poly line failed from possible strike by vehicle. Released approximately 130bbbls. Recovered 100bbbls. Release occurred in pipeline ROW. One call was placed and initial delineation assessment will commence 6-27-16. Once initial assessment is complete, then remediation work plan will be submitted to BLM and OCD for approval.

Describe Area Affected and Cleanup Action Taken.*

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: Jamon Hohensee | Approved by Environmental Specialist:  | |

| | | |
|--|----------------------------------|------------------------------------|
| Title: Environmental Rep., EOG Resources, Inc. | Approval Date: <u>06/27/2016</u> | Expiration Date: <u>08/27/2016</u> |
|--|----------------------------------|------------------------------------|

| | | |
|---|--|-----------------------------------|
| E-mail Address: jamon_hohensee@eogresources.com | Conditions of Approval: <u>Discrete samples only. Delineate and remediate per NMOCD guidelines. Ensure BLM concurrence/ approval.</u> | Attached <input type="checkbox"/> |
| Date: <u>6-27-2016</u> Phone: <u>432-556-8074</u> | | <u>1RP 4320</u> |

* Attach Additional Sheets If Necessary

nJXK1617930730
pJXK1617930818