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 Artesia, NM Form C-141
Revised August 8, 2011

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

OCD District II Office Received on 4/24/18

Release Notification and Corrective Action

Release Notification and Corrective Action													
					OPERATOR Ini				ial Report	X	Final Report		
Name of Co	mpany: L	ucid Energy	9		Contact Kerry Egan								
Address 2	01 South I	Fourth Artes	8210		Telephone No. 575 513-8988								
Facility Nan					Facility Type: Pipeline ROW								
					INVIV								
Surface Ow	ner: R. Ho	ughtaling	Mineral O	wner	API No.								
				LOCA		OF REI	LEASE						
Unit Letter	Section 21	Township 19S	Range 24E	Feet from the	North/	South Line	Feet from the	East/V	West Line	County EDDY			
Latitude 32.640143° Longitude -104.592043° NATURE OF RELEASE													
Type of Release: Natural Gas, and pipeline liquids Volume of Release: <500 Mcf of Volume Recovered: None													
Type of Release: Natural Gas, and pipeline figures						gas; < 10bbls of pipeline liquids			v olullie K	Recovered. Ivone			
Source of Release: Leaking flange in the line.						Date and Hour of Occurrence: 2/26/2018			Date and Hour of Discovery: 2/26/2018				
Was Immedia	ate Notice C		No 🛛 Not Re	Whom?									
By Whom?			Date and Hour										
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.							
		No											
If a Watercourse was Impacted, Describe Fully.*													
Describe Cause of Problem and Remedial Action Taken.*													
The source of the leak is suspected to have been an 8" steel gas line with internal corrosion. Upon discovery the line was immediately shut in to prevent further loss. The line remains down until repairs can be made.													
Update 4/24/18: Line repaired and returned to service. Describe Area Affected and Cleanup Action Taken.*													
Describe Area	a Affected a	and Cleanup A	ction Tak	en.*	, 102	A	tha liquida valagas	d made	it anto a tr	vo trook road	that n	orollals the	
The surface a	rea around	the source of t	he leak is	approximately 15	X IU'.	A portion of	the liquids release	the two	track will l	have the cont	mat p amina	tion	
pipeline ROW, and ran for several hundred feet along the track. The affected area will be excavated and the two track will have the contamination scrapped off of the surface. Depending on the analysis of soil samples a work plan will be prepared to outline further cleanup action.													
<i>Update 4/24/</i>	18: The affe	ected area, inc	luding the	two track road, ha	ave been	n excavated a	nd confirmation s	amples	have been	collected.	an.		
I hereby certif	fy that the in	nformation gi	ven above	is true and compl	ete to th	ne best of my	knowledge and u	nderstar	nd that purs	uant to NMO	CD ru	les and	
regulations al	l operators	are required to	report an	d/or file certain re	lease no	otifications ar	id perform correct	tive acti	ions for rele	eases which in	tor of	lighility	
public nealth	or the envir	onment. The	acceptanc	e of a C-141 report investigate and re	rt by the	e NMOCD ma	arked as Final Re	eport a	ound water	surface water	r hur	nan health	
or the environ	ment In a	ddition NMO	CD accen	tance of a C-141 r	enort de	nes not reliev	e the operator of r	esnonsi	bility for co	mpliance wit	h anv	other	
federal, state,				tance of a C-1411	eport at	ocs not renev	o the operator of t	сороно	.01110) 101 00				
, -,						OIL CONSERVATION DIVISION							
Ω (\sim						OID COTTOLIC PROPERTY							
Signature:	Nerry	ign			(V. 18ta () 1								
Printed Name	: Kerry Eg	an		1	Approved by Environmental Specialist: Www.								
Title: Environmental Compliance Coordinator						Approval Date: 4/27/18 Expiration Date				Date: N	ate: N/A		
E-mail Address: KEgan@lucid-energy.com						Conditions of Approval:				Attached			
Date: 4/2	4/201	8	575 810-6021		FINAL								

* Attach Additional Sheets If Necessary