Hello Kerry,

OCD has received your Release Notification C-141, thank you! It has been assigned 2RP-4970. Please let me know if you have any questions.

Best Regards,

Maria Pruett

Environmental Specialist
N.M. Oil Conservation Division
District 2
811 S. 1st Street
Artesia, NM 88210
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From: Kerry Egan <KEgan@lucid-energy.com>
Sent: Tuesday, September 11, 2018 10:20 AM
To: Bratcher, Mike, EMNRD <mike.bratcher@state.nm.us>; Pruett, Maria, EMNRD <Maria.Pruett@state.nm.us>; rmann@slo.state.nm.us; Heather Patterson <heather.patterson@soudermiller.com>
Subject: Lucid Energy Group Release Notification: Boyd X Battery

Mike and Maria,

Good morning. I'm writing to provide NMOCD District II with an initial C141 for a natural gas release. The release occurred from a gathering line, specifically the common meter run header, at the Boyd X Battery (owned by EOGY Resources). The gathering line is owned and operated by Agave Energy Company, a subsidiary of Lucid Energy Group.

The release was discovered on 6-29-2018, and was initially thought to be of non-reportable volume. The leak occurred downstream of production equipment, separators, and meter runs, and there was no apparent release of liquids, only natural gas. The area surrounding the buried header had only minimal discoloration. After our initial excavation of the area, we conducted field screenings. These

indicated additional contamination that needed to be addressed. As such, we're addressing this as a minor reportable release. We are working to complete the delineation of the release, prepare a site assessment/characterization, and remediation work plan. As soon as we have these documents prepared, I will forward them to you.

In the meantime, please review the provided information and let me know if you have any questions.

Respectfully,
Kerry Egan
Environmental Compliance Manager

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