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 Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	nAPP2134439976
District RP	
Facility ID	
Application ID	

Release Notification

			Resp	onsi	ble Party	7		
Responsible Party Morningstar Operating LLC					OGRID 33	OGRID 330132		
Contact Nam	ne Samannth	a Avarello			Contact Te	lephone 817-33	34-7747	
Contact ema	il <u>s</u> avarello@	mspartners.com			Incident #	(assigned by OCD)	nAPP2134439976	
Contact mail	ing address	400 W 7th St, For	t Worth, TX 7610)2				
			Location	of R	elease So	ource		
Latitude 36.9	95534		(NAD 83 in dec		Longitude - grees to 5 decim			
Site Name: T	Tiffany Nava	jo Lake 14-1/102			Site Type V	Vater Line		
Date Release	Discovered:	12/9/2021			API# (if appl	licable) N/A		
Unit Letter	Section 26	Township 32N	Range 04W	Rio A	Coun Arriba	ty		
Surface Owner	r: State	Federal Tı	ribal 🛭 Private (<i>l</i>			_)	
	Materia	al(s) Released (Select a	all that apply and attac	h calcula	ations or specifi	c justification for the	he volumes provided below)	
Crude Oil Volume Released (bbls)					Volume Reco	vered (bbls)		
☑ Produced Water Volume Released (bbls) 21.7 BBLS See Description of Calculation of release		ase						
Is the concentration of produced water >10,00			of dissolved chloride in the		☐ Yes ☐ N	o		
Condensate Volume Released (bbls)			Volume Reco	vered (bbls)				
Natural Gas Volume Released (Mcf)				Volume Reco	vered (Mcf)			
Other (describe) Volume/Weight Released (provide units))	Volume/Weig	tht Recovered (provide units)				

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The Release occurred from the line 4" Poly water line that services the NL 14-1 and 102. The pumper was experiencing high line pressure and was attempting to clear a blockage when the pressure dropped from 250# to 40# resulting in the line lease. The area of the release was walked by MorningStar representatives to determine the extent of the release. The release from the line was stopped. The release end points have been mitigated to prevent further release of the affected produced water. There was no fire that resulted in the release nor did affect human health and/or the environment. Volume calculation based of line capacity of the leak occurred in (1000' @.653 GPF = 653 gal.) plus the known volume pumped (260 gal.) indicates that the spill volume is 21.7 bbl. Due to the release being in 100-year flood plain and the sensitive area of the area MorningStar Operating is notifying the NMOCD of a major release. MorningStar Operating will follow 19.15.29 remediation efforts.							
	Was this a major release as defined by	If YES, for what reason(s) does the responsible party consider this a major release? Due to the release being in 100-year flood plain and the sensitive area of the area					
	19.15.29.7(A) NMAC?						
	⊠ Yes □ No						
	If VES, was immediate as	ntice given to the OCD? By whom? To whom? When and by what means (phone, email, etc.)?					
		If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? Email sent to Adriane Sandoval and Cory Smith on Thursday December 9, 2021 at 6:42 pm.					
	Initial Response						
	The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury						
	The source of the rele	ease has been stopped.					
		s been secured to protect human health and the environment.					
	Released materials ha	we been contained via the use of berms or dikes, absorbent pads, or other containment devices.					
	All free liquids and re	ecoverable materials have been removed and managed appropriately.					
	f all the actions described above have <u>not</u> been undertaken, explain why:						

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred

within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

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I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.						
Printed Name:Vanessa Fields Title:Agent/ Environmental Regulatory Compliance Manager						
Signature:Vanessa Fields Date:12/9/2021						
email:vanessa@walsheng.net						
OCD Only Received by: Ramona Marcus Date: 12/13/2021						

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 66287

CONDITIONS

Operator:	OGRID:
MorningStar Operating LLC	330132
400 W 7th St	Action Number:
Fort Worth, TX 76102	66287
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

rmarcus The submitted C-141 is accepted with the following condition(s): The lateral and longitudinal information does not match the ULSTR regarding the		Date
location. Please correct the conflicting information and report back to OCD. The latitude and longitude information on the C-141 resulted in the follow ULSTR: E-11-32N-04W. Finally, when submitting future reports regarding this release, please submit the calculations used or specific justification for volumes reported on the initial C-141.	wing)21