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

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Incident ID	NAPP2223452247
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party Lucid Energy Delaware, LLC.	OGRID 372422	
Contact Name Michael Gant	Contact Telephone 3143307876	
Contact email mgant@targaresources.com	Incident # (assigned by OCD)	
Contact mailing address 3100 McKinnon St. Suite #800 Dallas, TX 75201		

Location of Release Source

Latitude 32.425525°

Longitude -103.741432°

(NAD 83 in decimal degrees to 5 decimal places)

Site Name Llama Lateral 8" pipeline	Site Type Natural gas pipeline
Date Release Discovered 8/18/2022	API# (if applicable)

Unit Letter	Section	Township	Range	County
А	2	22S	31E	Eddy

Surface Owner: State Federal Tribal Private (Name: <u>NM State Land Office</u>

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
Produced Water	Volume Released (bbls)	Volume Recovered (bbls)
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes No
Condensate	Volume Released (bbls)	Volume Recovered (bbls)
Natural Gas	Volume Released (Mcf) 83 MCF	Volume Recovered (Mcf) 0 MCF
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)
Pipeline liquids	Approx. 6 BBLS	Approx. 1 BBLS
Cause of Release The realist	elease was caused by high line pressure and e the poly line.	enhanced weathering which caused a rupture

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Oil Conservation Division

Incident ID	NAPP2223452247
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Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the responsible party consider this a major release?
🗌 Yes 🔽 No	
If YES, was immediate n	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

 \checkmark The source of the release has been stopped.

 \checkmark The impacted area has been secured to protect human health and the environment.

Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.

 \checkmark All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have not 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.

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	Michael	Gant
Printed Name	10 Ilonia ol	Carre

Signature: MGant

email: mgant@targaresources.com

Title: Environmental Compliance Manager

Date: 9/6/2022

Telephone: 3143307876

OCD Only

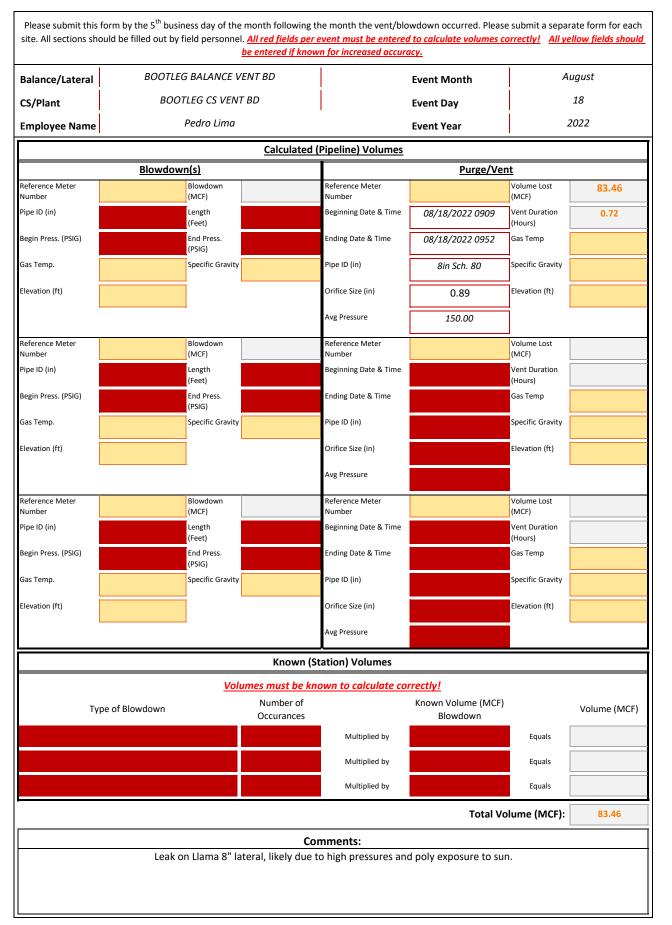
Received by:

Jocelyn Harimon

Date: 09/06/2022

Received by OCD: 9/6/2022 12:23:48 PM

LUCID



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

District IV

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

Operator:	OGRID:
LUCID ENERGY DELAWARE, LLC	372422
201 S. Fourth Street	Action Number:
Artesia, NM 88210	140549
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
jharimon	When submitting future reports regarding this release, please submit the calculations used or specific justification for the volumes reported on the initial C- 141	9/6/2022

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CONDITIONS

Action 140549