

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	nAPP2305947643
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party	Earthstone Operating, LLC	OGRID	331165
Contact Name	Chris Martin	Contact Telephone	432-253-9998 Ext. 2653
Contact email	cmartin@earthstoneenergy.com	Incident # (assigned by OCD)	
Contact mailing address	600 N. Marienfeld, Suite 1000, Midland, TX 79701		

Location of Release Source

Latitude 32.667523 Longitude -103.604539
(NAD 83 in decimal degrees to 5 decimal places)

Site Name	Mescalero 7-6 1H, 2H, 3H & 4H	Site Type	Drilling
Date Release Discovered	2/22/23	API# (if applicable)	

Unit Letter	Section	Township	Range	County
M	07	19S	34E	Lea

Surface Owner: ☐ State ☒ Federal ☐ Tribal ☐ Private (Name: _____)

Nature and Volume of Release

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

<input type="checkbox"/> Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
<input checked="" type="checkbox"/> Produced Water	Volume Released (bbls) 16	Volume Recovered (bbls) 5
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Condensate	Volume Released (bbls)	Volume Recovered (bbls)
<input type="checkbox"/> Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
<input type="checkbox"/> Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release Produced water transfer hose was seriously damaged and when valves were opened it resulted in a release. The water to be used for fracing. Vac truck was able to recover 5 bbls of PW and soil was pushed and stockpiled to prevent further spread and allow work to continue. NTGE was contacted to provide a site evaluation.

Incident ID	nAPP2305947643
District RP	
Facility ID	
Application ID	

Was this a major release as defined by 19.15.29.7(A) NMAC? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, for what reason(s) does the responsible party consider this a major release?
If YES, was immediate notice 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

<input checked="" type="checkbox"/> The source of the release has been stopped.	
<input checked="" type="checkbox"/> The impacted area has been secured to protect human health and the environment.	
<input checked="" type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.	
<input checked="" type="checkbox"/> All free liquids and recoverable materials have been removed and managed appropriately.	
If 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.	
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: <u>Rebecca Haskell</u>	Title: <u>Senior Project Manager</u>
Signature: <u>Rebecca Haskell</u>	Date: <u>2/28/23</u>
email: <u>bhaskell@ntglobal.com</u>	Telephone: <u>432-766-1918</u>
<u>OCD Only</u>	
Received by: <u>Jocelyn Harimon</u>	Date: <u>03/01/2023</u>

***** LIQUID SPILLS - VOLUME CALCULATIONS *****

Location of spill: Mescalero 7-6 1H, 2H, 3H & 4H

Date of Spill: 22-Feb-2023

If the leak/spill is associated with production equipment, i.e. - wellhead, stuffing box, flowline, tank battery, production vessel, transfer pump, or storage tank place an "X" here: ☒

Input Data:

If spill volumes from measurement, i.e. metering, tank volumes, etc. are known enter the volumes here:

OIL:

0.0 BBL

WATER:

0.0 BBL

If "known" spill volumes are given, input data for the following "Area Calculations" is optional. The above will override the calculated volumes.

Total Area Calculations

Standing Liquid Calculations

Total Surface Area		width	length	wet soil depth	oil (%)	Standing Liquid Area		width	length	liquid depth	oil (%)		
Rectangle Area #1	23 ft	X	300 ft	X	0.75 in	0%	Rectangle Area #1	0 ft	X	0 ft	X	0 in	0%
Rectangle Area #2	0 ft	X	0 ft	X	0 in	0%	Rectangle Area #2	0 ft	X	0 ft	X	0 in	0%
Rectangle Area #3	0 ft	X	0 ft	X	0 in	0%	Rectangle Area #3	0 ft	X	0 ft	X	0 in	0%
Rectangle Area #4	0 ft	X	0 ft	X	0 in	0%	Rectangle Area #4	0 ft	X	0 ft	X	0 in	0%
Rectangle Area #5	0 ft	X	0 ft	X	0 in	0%	Rectangle Area #5	0 ft	X	0 ft	X	0 in	0%
Rectangle Area #6	0 ft	X	0 ft	X	0 in	0%	Rectangle Area #6	0 ft	X	0 ft	X	0 in	0%
Rectangle Area #7	0 ft	X	0 ft	X	0 in	0%	Rectangle Area #7	0 ft	X	0 ft	X	0 in	0%
Rectangle Area #8	0 ft	X	0 ft	X	0 in	0%	Rectangle Area #8	0 ft	X	0 ft	X	0 in	0%

okay

production system leak - DAILY PRODUCTION DATA REQUIRED

Average Daily Production: Oil 0 BBL Water 0 BBL 0 Gas (MCFD)

Total Hydrocarbon Content in gas: 0% (percentage)

Did leak occur before the separator?: ☒ YES ☒ N/A (place an "X")

H2S Content in Produced Gas: 0 PPM

H2S Content in Tank Vapors: 0 PPM

Amount of Free Liquid Recovered: 0 BBL okay

Percentage of Oil in Free Liquid Recovered: 0% (percentage)

Liquid holding factor *: 0.14 gal per gal

Use the following when the spill wets the grains of the soil.

Use the following when the liquid completely fills the pore space of the soil:

* Sand = 0.08 gallon (gal.) liquid per gal. volume of soil.

Occurs when the spill soaked soil is contained by barriers, natural (or not).

* Gravelly (caliche) loam = 0.14 gal. liquid per gal. volume of soil.

* Clay loam = 0.20 gal. liquid per gal. volume of soil.

* Sandy clay loam soil = 0.14 gal liquid per gal. volume of soil.

* Gravelly (caliche) loam = 0.25 gal. liquid per gal. volume of soil.

* Clay loam = 0.16 gal. liquid per gal. volume of soil.

* Sandy loam = 0.5 gal. liquid per gal. volume of soil.

Total Solid/Liquid Volume: 6,828 sq. ft. 427 cu. ft. cu. ft.

Total Free Liquid Volume: sq. ft. cu. ft. cu. ft.

Estimated Volumes Spilled

	H2O	OIL
Liquid in Soil:	10.6 BBL	0 BBL
Free Liquid:	0.0 BBL	0.0 BBL
Totals:	11 BBL	0 BBL

Estimated Production Volumes Lost

	H2O	OIL
Estimated Production Spilled:	0.0 BBL	0.0 BBL

Estimated Surface Damage

Surface Area: 6,828 sq. ft.

Surface Area: .1567 acre

Total Liquid Spill Liquid: 11 BBL 0 BBL

Recovered Volumes

Estimated oil recovered: BBL check - okay
Estimated water recovered: BBL check - okay

Estimated Weights, and Volumes

Saturated Soil = 47,796 lbs 427 cu. ft. 16 cu. yds.
Total Liquid = 11 BBL 447 gallon 3,718 lbs

Air Emission from flowline leaks:

Volume of oil spill: - BBL
Separator gas calculated: - MCF
Separator gas released: - MCF
Gas released from oil: - lb
H2S released: - lb
Total HC gas released: - lb
Total HC gas released: - MCF

Air Emission of Reporting Requirements:

New Mexico

Texas

HC gas release reportable? NO

NO

H2S release reportable? NO

NO

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

Action 191575

CONDITIONS

Operator: Earthstone Operating, LLC 1400 Woodloch Forest; Ste 300 The Woodlands, TX 77380	OGRID: 331165
	Action Number: 191575
	Action Type: [C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
jharimon	None	3/1/2023