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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Page 1 of 4

Incident ID	NAPP2201459944
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@lucid-energy.com	Incident # (assigned by OCD)		
Contact mailing address 201 South 4th Street Artesia NM 88210			

Location of Release Source

Latitude 32.171443°

Pipeline liquids

Longitude _-103.367945°

Approx. 8 GAL

(NAD 83 in decimal degrees to 5 decimal places)

Site Name Seinfeld 10 inch pipeline	Site Type Natural gas pipeline
Date Release Discovered 1/6/2022	API# (if applicable)

ſ	Unit Letter	Section	Township	Range	County
	I	33	24S	35E	Lea

Material(-) Dalama d (Calant all that any large distant and atteria

Approx. 10 GAL

Surface Owner: 🗌 State 🗌 Federal 🗌 Tribal 🖉 Private (*Name:* Tap Rock NM 10 Minerals LLC

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) 1904 MCF	Volume Recovered (Mcf) 0 MCF
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release The release was caused by corrosion in the pipe which led to a pinhole leak forming on the bottom of the pipe.

eceived by OCD: 1/14/202	2 4:59:41 PM State of New Mexico			Page 2
	Oil Conservation Division		Incident ID	NAPP2201459944
ge 2	On Conservation Division	L	District RP	
			Facility ID	
			Application ID	
Was this a major release as defined by 10.15, 20.7(A) NMAC2	If YES, for what reason(s) does the res This is considered a major releas			
19.15.29.7(A) NMAC?				
🗹 Yes 🗌 No				
Immediate notice was	otice given to the OCD? By whom? To s not provided to OCD, as Lucid d ume loss had been confirmed Luci form.	id not have immedi	iate and accurate	e volume calculations
	Initial	Response		
The responsible	party must undertake the following actions immedi	ately unless they could creat	te a safety hazard that wo	uld result in injury
\square The course of the rel	ease has been stopped.			
	**	and the environment		
	as been secured to protect human health a			
Released materials ha	ave been contained via the use of berms of	or dikes, absorbent pad	s, or other containm	ent devices.
All free liquids and r	ecoverable materials have been removed	and managed appropri	ately.	
If all the actions describe	d above have <u>not</u> been undertaken, expla	in why:		
D 10 15 00 0 D (1)) D		4		
has begun, please attach	IAC the responsible party may commence a narrative of actions to date. If remedi	ial efforts have been su	uccessfully complete	ed or if the release occurred
within a lined containment	nt area (see 19.15.29.11(A)(5)(a) NMAC), please attach all info	rmation needed for	closure evaluation.
regulations all operators are public health or the environ failed to adequately investig	prmation given above is true and complete to the required to report and/or file certain release rement. The acceptance of a C-141 report by the gate and remediate contamination that pose a the far C-141 report does not relieve the operator	notifications and perform ne OCD does not relieve t threat to groundwater, sur	corrective actions for he operator of liability face water, human hea	releases which may endanger should their operations have alth or the environment. In
Printed Name: Michae	l Gant		mental Complia	ance Manager
Signature: <u>MGan</u>	t energy.com		22	
_{email:} MGant@lucid-	energy.com	Telephone: 3143	3307876	
OCD Only		4 140 1-0		
Received by: Ramona	Marcus	Date:1/18/20)22	

		l out by field p		<mark>elds per event mus</mark>	t/blowdown occurred. F <u>t be entered to calculata</u> ed accuracy.				
Month Blowdown Occurred January				Year		2022			
Site	SCE - Field Pipeline Ops		Ops		Employee Name	Willie	Pierce		
	Calculated (Pipeline) Volumes								
	Blowdown(s) Purge/Vent								
Reference Meter Number		Blowdown (MCF)		Reference Meter Number		Volume Lost (MCF)	1,666.78		
Pipe ID (in)		Length (Feet)		Beginning Date & Time	01/06/2022 2100	Vent Duration (Hours)	84.00		
Begin Press. (PSIG)		End Press. (PSIG)		Ending Date & Time	01/10/2022 0900	Gas Temp			
Gas Temp.		Specific Gravity		Pipe ID (in)	10in Sch. 80	Specific Gravity			
Elevation (ft)		1		Orifice Size (in)	0.5	Elevation (ft)			
		-		Avg Pressure	75.00	1			
Reference Meter Number		Blowdown (MCF)		Reference Meter Number		Volume Lost (MCF)	238.11		
Pipe ID (in)		Length (Feet)		Beginning Date &	01/11/2022 0300	Vent Duration	12.00		
Begin Press.		End Press.		Time Ending Date & Time	01/11/2022 1500	(Hours) Gas Temp			
(PSIG) Gas Temp.		(PSIG) Specific Gravity		Pipe ID (in)	10in Sch. 80	Specific Gravity			
Elevation (ft)]		Orifice Size (in)	0.5	Elevation (ft)			
(-)		1		Avg Pressure	75.00				
Reference Meter		Blowdown		Reference Meter		Volume Lost			
Number		(MCF) Length		Number Beginning Date &		(MCF) Vent Duration			
Pipe ID (in) Begin Press.		(Feet) End Press.		Time		(Hours)			
(PSIG)		(PSIG)		Ending Date & Time		Gas Temp			
Gas Temp.		Specific Gravity		Pipe ID (in)		Specific Gravity			
Elevation (ft)]		Orifice Size (in)		Elevation (ft)			
				Avg Pressure					
			Known (St	ation) Volumes					
		<u>Vol</u> ı	<u>imes must be kno</u>	wn to calculate c					
	Type of Blowdown		Number of Occurances		Known Volume (MCF) Blowdown		Volume (MCF)		
				Multiplied by		Equals			
				Multiplied by		Equals			
				Multiplied by		Equals			
					Total Vo	olume (MCF):	1,904.89		
			Con	nments:					
Found leak on Monday on ther Seinfeld line and on Tuesday shut it in both days and repaired both leaks.									

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	72612
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

Created By		Condition Date
rmarcus	None	1/18/2022

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Action 72612