

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	napp2204058110
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party MR NM Operating LLC	OGRID: 330506
Contact Name Chance Scarborough	Contact Telephone
Contact email chance@cypressnr.com	Incident # (assigned by OCD)
Contact mailing address 5950 Berkshire Lane, Suite 100 Dallas, TX 75225	

Location of Release Source

Latitude 32.8543457

Longitude -103.9400186
(NAD 83 in decimal degrees to 5 decimal places)

Site Name Gissler B 3-1	Site Type Production Facility
Date Release Discovered 2/8/2022	API# (if applicable)

Unit Letter	Section	Township	Range	County
B	11	17S	30E	Eddy

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 checked="" type="checkbox"/> Crude Oil	Volume Released (bbls) 90 bbls	Volume Recovered (bbls) 75 bbls
<input type="checkbox"/> Produced Water	Volume Released (bbls)	Volume Recovered (bbls)
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	<input 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

This release is attributed to corrosion in the production flowline associated with the LACT Unit.

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State of New Mexico
Oil Conservation Division

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Was this a major release as defined by 19.15.29.7(A) NMAC? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, for what reason(s) does the responsible party consider this a major release? Per 19.15.29.7(A) this release was defined as greater than 25 bbls.
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? Yes, reported to Mike Bratcher via email on 2/9/2022 by Chance Scarborough.	

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>Klint Farrar</u> Title: <u>President</u> Signature: <u></u> Date: <u>2/22/22</u> email: <u>Klint@cypressnc.com</u> Telephone: <u>469-899-8600</u>
OCD Only Received by: <u>Ramona Marcus</u> Date: <u>2/23/2022</u>

Release Volume Estimation Equation

JAW-V1

Equation (1) Inputs	(LxW)/43560sqft	Equation (1) Assumptions
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Area Length (ft) Width (ft) Acres

1 acre =43560 sqft

Equation (2) Inputs	Ksat*27,154gal/(42gal)	Equation (2) Assumptions
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Ksat in Inches per hour located at
Calculated kSat

1 acre/inch =27,154 gal

1 bbl = 42gal

BBL/Acre/hr

Equation (3)	(Eq2)X(Eq1) Area adjusted volume	
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BBL/hr max

Equation (4) Inputs	(Eq3)X release duration (hours)+recovered volume	Equation (4) Assumptions
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BBL

Duration (hr)

recovered fluids are not
in soil solution

BBL

¹ infiltration rate. The rate at which water penetrates the surface of the soil at any given instant, usually expressed in inches per hour. The rate can be limited by the infiltration capacity of the soil or the rate at which water is applied at the surface: (National Soil Survey Handbook (USDA)

² (Ksat) Hydraulic Conductivity. (National Soil Survey Handbook (USDA) conductivity is often referred to as coefficient of permeability, most commonly shortened to permeability

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 Phone:(505) 476-3470 Fax:(505) 476-3462

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Energy, Minerals and Natural Resources
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CONDITIONS
 Action 83669

CONDITIONS

Operator: MR NM Operating LLC 5950 Berkshire Lane Dallas, TX 75225	OGRID: 330506
	Action Number: 83669
	Action Type: [C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
rmarcus	None	2/23/2022