

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  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-141  
Revised April 3, 2017

Submit 1 Copy to appropriate District Office in  
accordance with 19.15.29 NMAC.

## Release Notification and Corrective Action

### OPERATOR

☐ Initial Report ☒ Final Report

Name of Company: <b>Lucid Energy Delaware</b>	Contact <b>Kerry Egan</b>	
Address <b>326 West Quay Artesia NM 88210</b>	Telephone No. <b>575-513-8988</b>	
Facility Name <b>Presidente 10" Line</b>	Facility Type <b>Pipeline ROW</b>	
Surface Owner <b>State of NM</b>	Mineral Owner <b>State</b>	API No.

### LOCATION OF RELEASE

Unit Letter <b>C</b>	Section <b>32</b>	Township <b>25S</b>	Range <b>32E</b>	Feet from the	North/South Line	Feet from the	East/West Line	County
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Latitude 32.094010 Longitude -103.69991 NAD83

### NATURE OF RELEASE

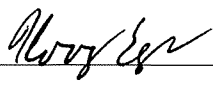

Type of Release: <b>Natural Gas</b>	Volume of Release: <b>&lt;500MCF of gas, minimal (&lt;5 bbl) liquids</b>	Volume Recovered: <b>None</b>
Source of Release: <b>External Corrosion leak in 10" steel line</b>	Date and Hour of Occurrence: <b>10/31/2017</b>	Date and Hour of Discovery: <b>10/31/2017</b>
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	<b>APPROVED</b> <b>By Olivia Yu at 9:01 am, Feb 06, 2018</b>
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\* The leak was apparently caused by external corrosion of the pipeline, due to a defect in the pipe wrap. Upon discovery of the leak, the line was shut-in and depressurized. The corroded section was cut out and replaced with a new section. The release was primarily of natural gas and minor amounts of liquids. When operations arrived at the location and began exposing the line, there were no free-standing liquids and the soil was not saturated.

Describe Area Affected and Cleanup Action Taken.\* During the response and repair of the line, an area approximately 45'x15' was excavated along the ROW. Clean-up was performed as per NMOCD guidelines. Soil sampling has been conducted to ensure removal of contaminated soil above the RRAL for this site. Contaminated material over the RRAL has been sent to NMOCD approved landfills. The excavation has been backfilled with clean soil, and will be reseeded.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD 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 NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD 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.

Signature: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: <b>Kerry Egan</b>	Approved by Environmental Specialist: 	
Title: <b>Environmental Compliance Coordinator</b>	Approval Date: <b>2/6/2018</b>	Expiration Date: <b>xx/xx/xxxx</b>
E-mail Address: <b>Kegan@lucid-energy.com</b>	Conditions of Approval:	Attached <input type="checkbox"/>
Date:	Phone: <b>575-810-6021</b>	

\* Attach Additional Sheets If Necessary

1RP-4874

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Title: <b>Environmental Compliance Coordinator</b>		Approval Date:	Expiration Date:
E-mail Address: <b>Kegan@lucid-energy.com</b>		Conditions of Approval:	
Date: <b>12/8/2017</b> Phone: 575-810-6021		Attached <input type="checkbox"/>	

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