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	NRM2026530452
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party Lucid Energy Delaware	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	

Location of Release Source

Latitude 32.212036°

Longitude _-103.467326°

(NAD 83 in decimal degrees to 5 decimal places)

Site Name Pirate State #3	Site Type Natural gas pipeline
Date Release Discovered 9/10/2020	API# (if applicable)

Unit Letter	Section	Township	Range	County
Р	16	T24S	R34E	Lea

Surface Owner: 🛛 State 🗌 Federal 🗌 Tribal 🗌 Private (Name: State Land Office

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)
A Natural Gase	Volume Released (Mcf) >500 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 corrsion in the pipe which led to a pinhole leak forming on the bottom of the pipe.

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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? The volume of natural gas lost is over 500 Mcf.
🗹 Yes 🗌 No	
	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? cation was provided until the total volume lost was calculated.

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.

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

Signature: <u>MGant</u>

_{email:} MGant@lucid-energy.com

Title: Environmental Coordinator

Date: 9/14/2020

Telephone: 314-330-7876

OCD Only

Received by:

Ramona Marcus

Date: 9/21/2020