

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	nAPP2326550561
District RP	
Facility ID	
Application ID	268262

## Release Notification

### Responsible Party

Responsible Party: Novo Oil & Gas (Earthstone Energy, Inc.)	OGRID : 372920
Contact Name: Chris Martin	Contact Telephone: 432-894-0004
Contact email: cmartin@earthstoneenergy.com	Incident # (assigned by OCD): nAPP2326550561
Contact mailing address: 600 N. Marienfeld, Suite 1000, Midland, Texas 79701	

### Location of Release Source

Latitude 32.34202°

Longitude -104.05141°  
(NAD 83 in decimal degrees to 5 decimal places)

Site Name: Rana Salada Produced Water Line Release	Site Type: Produced Water Line (production)
Date Release Discovered: 09/22/2023 at 8:00 am	API# (if applicable)

Unit Letter	Section	Township	Range	County
P	35	22S	28E	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 type="checkbox"/> Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
<input checked="" type="checkbox"/> Produced Water	Volume Released (bbls): 50	Volume Recovered (bbls): 0
	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

Threaded connection on pipeline riser failed. This resulted in an approximate release of 50 barrels of produced water on the right-of-way. Volume of release was estimated based on approximate visual impacts.

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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?  An estimated 50-barrels of produced water was released. The 50-barrels exceeds the threshold for a minimum release.
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? <b>NOTE: Novo Oil &amp; Gas assets were recently purchased by Earthstone.</b> Email notification of the release was provided by Kevin Hart to the NMOCD Spill Hotline on September 22, 2023. Email notification of the release was also provided by Bryan Haney to the NMOCD Spill Hotline ( <a href="mailto:OCD.Enviro@state.nm.us">OCD.Enviro@state.nm.us</a> ), Rob Hamlet, Mike Bratcher and Crisha Morgan (BLM) on September 22, 2023, at 12:57 pm. Bryan Haney with Altamira-US (on behalf of Earthstone Energy) submitted notification of a release (NOR) on the online OCD system on September 22, 2023.	

### Initial Response

*The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury*


- ☒ The source of the release has been stopped.
- ☒ 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:

All actions above have been completed.

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: Kevin Hart Title: Senior HSE Advisor  
Signature:  Date: September 22, 2023  
email: \_khart@earthstoneenergy.com Telephone: 432-212-2081

State of New Mexico  
Oil Conservation Division

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**OCD Only**

Received by: Scott Rodgers Date: 09/25/2023

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**District IV**  
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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 268637

CONDITIONS

Operator: NOVO OIL & GAS NORTHERN DELAWARE, LLC 1001 West Wilshire Blvd Oklahoma City, OK 73116	OGRID: 372920
	Action Number: 268637
	Action Type: [C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
scott.rodgers	None	9/25/2023