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

Responsible Party Vanguard Operating, LLC

State of New Mexico NM Oil Conservation Div.
Energy Minerals and Natural Dist. II - Artesia
Resources Department Received Submit to

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Oil Conservation Div. Form C-141

Dist. II - Artesia Revised August 24, 2018

Received Submit to appropriate OCD District office

1<u>0/05/2018</u>

3/03/2018				
Incident ID	NAB1828443859			
District RP	2RP-5003			
Facility ID	100000			
Application ID	pAB1828443970			

Release Notification

Responsible Party

OGRID 258350

Contact Name Jason Fisher			Contact Telephone 505-918-0523				
Contact email jfisher@vnrenergy.com			Incident # (a	(assigned by OCD) NAB1828443859			
Contact mail 79762	ling address	4001 Penbrook St	uite 201 Odessa,	TX			
			Locatio	n of F	Release So	ource	
Latitude 32.8	03921		(NAD 83 in	decimal de	Longitude - egrees to 5 decima	-104.209772 nal places)	
Site Name St	aley State A	Battery			Site Type Tank Battery		
Date Release	Discovered	9-25-2018			API# Please see attached (30-015-36252)		
Unit Letter	Section	Township	Range		Count	ity	
I	30	17S	28E	Edd	у		
Crude Oi		l(s) Released (Select a		ach calcula	itions or specific ju	justification for the volumes provided below) Volume Recovered (bbls) 0	
Produced W	ater	Volume Released (bbls)				Volume Recovered (bbls)	
		Is the concentra produced water		d chlorid	e in the	Yes No	
Condensa	ite	Volume Release		***************************************		Volume Recovered (bbls)	
■ Natural C	as	Volume Release	ed (Mcf) 4607			Volume Recovered (Mcf) 0	
Other (describe) Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)				
The gas pure 01-2018.	haser reques	 sted a reduction in	gas due to equip	pment is:	sues in their pl	lolant. The site was put to flare and back to sales on 1—	

State of New Mexico Oil Conservation Division

Incident ID	NAB1828443859
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Was this a major release as defined by	If YES, for what reason(s) does the respo Greater than 500 mcf.	nsible party consider this a major release?		
19.15.29.7(A) NMÁC?				
X Yes 🗌 No				
TEXTES	dies sies de de OCDS De misses Territ	When and handled many (allows are it at NO		
		nom? When and by what means (phone, email, etc)? Id and Amalia Bustamante by email 9-28-2018 1:08 pm.		
	Initial R	esponse		
The responsible p		ly unless they could create a safety hazard that would result in injury		
☐ The source of the rele	ase has been stopped.			
	s been secured to protect human health and	the environment.		
Released materials ha	ve been contained via the use of berms or	likes, absorbent pads, or other containment devices.		
All free liquids and re	coverable materials have been removed an	d managed appropriately.		
If all the actions described	l 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:Chucl	k Johnston	Title:EHS Operations Specialist		
Signature:	lfht	Date:10-4-2018_		
email:cjohnston@vr	nrenergy.com	Telephone:432-202-4771		
OCD Only Received by:	Intamente	Date: _10/11/2018		

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State of New Mexico Oil Conservation Division

Incident ID	NAB1828443859
District RP	2RP-5003
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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following items must be included in the closure report.				
A scaled site and sampling diagram as described in 19.15.29.11 NMAC				
Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)				
☐ Laboratory analyses of final sampling (Note: appropriate ODC	C District office must be notified 2 days prior to final sampling)			
☐ Description of remediation activities				
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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.				
	e: EHS Specialist			
Signature:	Date:10-4-2018			
email: cjohnston@vnrenergy.com	Telephone:432-202-4771			
Received by: Indian Intamente	Date: _10/11/2018			
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.				
Closure Approved by: Malie Stamuele	Date: 10/11/2018			
Printed Name: Amalia Bustamante	Title: Business Operations Spec O			

<u>API</u>	<u>Well Name</u>	Well Number
3001536252	STALEY STATE	#004
3001537044	STALEY STATE	#005
3001537056	STALEY STATE	#006
3001536976	STALEY STATE	#011
3001537673	STALEY STATE	#012
3001537674	STALEY STATE	#014
3001540026	STALEY STATE	#017
3001540027	STALEY STATE	#018
3001540340	STALEY STATE	#019
3001541064	STALEY STATE	#023
3001541065	STALEY STATE	#024
3001540988	STALEY STATE	#026
3001542727	STALEY STATE	#030

From: Bustamante, Amalia, EMNRD

To: "Chuck Johnston"

Subject: RE: Flaring

Date: Friday, September 28, 2018 9:05:00 AM

Attachments: <u>image001.png</u>

Good morning Chuck,

When did the flaring begin? Today?

Amalia Bustamante

Oil Conservation Division-District II

From: Chuck Johnston <cjohnston@vnrenergy.com>

Sent: Friday, September 28, 2018 7:21 AM

To: Pruett, Maria, EMNRD < Maria. Pruett@state.nm.us>; Bustamante, Amalia, EMNRD

<Amalia.Bustamante@state.nm.us>

Subject: [EXT] Flaring

Maria, we have tuned several batteries to flare due to issues at the Frontier plant. I will complete the C-141 forms once our flaring is complete. I know I have to give notice if the release is over 500 mcf but is it 500 mcf per day or when the total flaring exceeds 500 mcf? Either way I will have to give notice but my list is shorter if it is 500 mcf per day.

Chuck Johnston
EHS / Operations Specialist
432-202-4771 Cell
432-248-8154 Office
4001 Penbrooke Ste. 201
Odessa, TX 79762

