

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

NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-141
Revised August 8, 2011

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

FEB 29 2016

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

RECEIVED

NKMW/1103249928

Release Notification and Corrective Action

258350 OPERATOR

☐ Initial Report ☒ Final Report

Name of Company	Vanguard Operating LLC	Contact	Marty Bloodworth
Address	5817 Santa Fe Blvd Ste 3000 Houston TX 77057	Telephone No.	432-362-2209
Facility Name	SCR #3	Facility Type	Battery
Surface Owner		Mineral Owner	
		API No.	30-015-22700

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
	23	235	28E					

Latitude 32.29299N Longitude -104.05589W

NATURE OF RELEASE


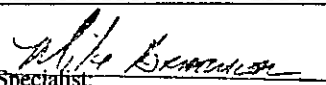
Type of Release	Produced fluid	Volume of Release	~ 250 Bbls	Volume Recovered	~ 210 Bbls
Source of Release	Eroded Union	Date and Hour of Occurrence	01/25/11 6:00 AM	Date and Hour of Discovery	01/25/11 6:30 AM
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher, NMOCD		
By Whom?	Sergio Contreras w/ SESE	Date and Hour	01/25/11 2:30 PM		
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.* A union on the tank eroded away, causing the pump to fail and shut down. As a result 250 bbls of produced fluid was released and captured inside the fire wall. A vacuum truck was able to recover approximately 210 bbls.

Describe Area Affected and Cleanup Action Taken.* SESE delineated the affected area as detailed in a copy of their report dated 02/19/11 (an original of the report has been provided to the Artesia NMOCD Dist. Office). The affected area was remediated as discussed in Section V. of the report. As noted in the report additional remediation will be necessary when the facility is inactive.

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: 		OIL CONSERVATION DIVISION	
Printed Name: C.M. "Marty" Bloodworth		Signed By:  Approved by Environmental Specialist:	
Title: Sr. Operations Engineer		Approval Date: 3/1/16	Expiration Date:
E-mail Address: mbloodworth@VNRLLC.com		Conditions of Approval: Deferred.	Attached <input type="checkbox"/>
Date: 02/25/2016 Phone: 432-362-2209		10 Close of Facility 212P-599	

* Attach Additional Sheets If Necessary

* Note: The operator at the time of the spill was Range Resources Corp. Vanguard acquired the lease from Range.

* NOTE: Remediation required @ Close of Facility MB NMOCD 3/1/2016