

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 Vanguard Operating LLC	Contact John Terry
Address 4001 Penbrook Suite 201 Odessa, TX 79762	Telephone No. 575-631-6933
Facility Name CS Caylor Estate #3	Facility Type Battery

Surface Owner	<b>Federal</b>	Mineral Owner	<b>Fee</b>	API No. 30-025-05430
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### LOCATION OF RELEASE

Unit Letter D	Section 6	Township 17S	Range 37E	Feet from the 660	North/South Line North	Feet from the 665	East/West Line West	County Lea
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Latitude 32.869503 Longitude -103.297226 NAD83

### NATURE OF RELEASE

Type of Release Produced Water	Volume of Release Approx 100	Volume Recovered 90
Source of Release Hole in Water Tank	Date and Hour of Occurrence 10/23/17 10:00am	Date and Hour of Discovery 10/23/17 1:00pm
Was Immediate Notice Given? x Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Maxey Brown	
By Whom? John Terry	Date and Hour 10/23/17 2:00pm	
Was a Watercourse Reached? <input type="checkbox"/> Yes x No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.\*

**RECEIVED**

**By Olivia Yu at 3:13 pm, Oct 27, 2017**


Describe Cause of Problem and Remedial Action Taken.\*

Hole in bottom of water tank caused release that was fully contained in plastic lined battery. Vacuum truck immediately notified upon discovery.

Describe Area Affected and Cleanup Action Taken.\*

Release was contained within containment. Water was immediately removed with vacuum truck.

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.

		<u>OIL CONSERVATION DIVISION</u>	
Signature: John Terry		Approved by Environmental Specialist: 	
Printed Name: John Terry			
Title: Foreman		Approval Date: 10/27/2017	Expiration Date:
E-mail Address: jterry@vnrenergy.com		Conditions of Approval:	Attached <input checked="" type="checkbox"/>
Date: 10/23/17 Phone: 5756316933		Please inspect liner in question. Provide	

\* Attach Additional Sheets If Necessary

**nOY1730055065**