

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 August 8, 2011

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

Release Notification and Corrective Action

NAB 1421328179

Name of Company <i>Legend Natural Gas III, LP 258894</i>		OPERATOR	X Initial Report	<input type="checkbox"/> Final Report
Address		Contact: Brad R. Bingham		
Facility Name: Buckshot State Com 3H		Telephone No.: 817-872-7808		
		Facility Type: Well Location		
Surface Owner: State of New Mexico		Mineral Owner: State of New Mexico	API No.: 30-015-41094	

LOCATION OF RELEASE

Unit Letter N	Section 31	Township 24S	Range 28E	Feet from the 100	North/South Line South	Feet from the 1700	East/West Line West	County Eddy
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Latitude N 32 10'00.57" Longitude W 104 07'48.09"

NATURE OF RELEASE

Type of Release <i>release of separator contents resulted in fire</i>	Volume of Release est 10-12 bbls	Volume Recovered NA
Source of Release <i>separator</i>	Date and Hour of Occurrence <i>7/29/2014 approx. 3:00 p.m.</i>	Date and Hour of Discovery <i>7/29/2014 Approx. 3:00 p.m.</i>
Was Immediate Notice Given? Within 24 hrs <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>Randy Dade NM OCD</i>	
By Whom? <i>Brad R. Bingham</i>	Date and Hour <i>7/30/2014 12:45 p.m.</i>	
Was a Watercourse Reached? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

NM OIL CONSERVATION

If a Watercourse was Impacted, Describe Fully.*
ARTESIA DISTRICT
JUL 31 2014
RECEIVED

Describe Cause of Problem and Remedial Action Taken.*
Well was being brought back online when separator gasket failed. Spewed contents of separator (10-12 bbls of oil/produced water mix) into lined containment and some on pad. Well was shut in immediately by onsite personnel. Oil/gas ignited by fire tube? and burned for approx. 45 minutes, liner snoldered for another 45 minutes. Burn area on pad is approx. 10x20 ft. No injuries occurred and Malaga FD responded to reported fire. After fire burned itself out, site was secured and left until this morning to assess cause and result.

Describe Area Affected and Cleanup Action Taken.*
We are removing equipment and containment at this time. Once removed, we will take out affected soil for disposal and/or treatment. Confirmation samples will be collected in the affected area(s) and analyzed for TPH, BTEX, and chlorides after affected soil removal. Once we have received confirmation sample results, we will replace the secondary containment and equipment.

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: <i>Brad R. Bingham</i>	OIL CONSERVATION DIVISION	
Printed Name: Brad R. Bingham	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: HSE/Regulatory Manager	Approval Date: <i>8/1/14</i>	Expiration Date: <i>N/A</i>
E-mail Address: <i>bbingham@lng2.com</i>	Conditions of Approval: Remediation Per O.C.D. Rule & Guidelines and like Approval by B.L.M.	Attached <input type="checkbox"/>
Date: <i>7/30/2014</i> Phone: <i>817-872-7808</i>	SUBMIT REMEDIATION PROPOSAL NO LATER THAN: <i>9/1/14</i>	

* Attach Additional Sheets If Necessary

2RP-2411

Patterson, Heather, EMNRD

From: Bratcher, Mike, EMNRD
Sent: Thursday, July 31, 2014 1:20 PM
To: Patterson, Heather, EMNRD
Subject: FW: Legend Buckshot 3H C-141 form.
Attachments: Buckshot 3H C-141 form.pdf

Heather – Mr. Bingham called me yesterday on this. I requested samples be obtained since the liner was affected, and he mentions it in the C-141. – Mike

From: Brad Bingham [<mailto:BBingham@lng2.com>]
Sent: Thursday, July 31, 2014 1:12 PM
To: Bratcher, Mike, EMNRD
Cc: Jarred Melvin; Aaron Thesman; Tony Gardner
Subject: Legend Buckshot 3H C-141 form.

Mike,

As discussed yesterday, I have attached the C-141 form and will be forwarding a hard copy via Fedex. Please let me know if you have any questions concerning the form contents.

Thank you,

Brad R. Bingham, P.G.
HSE/Regulatory Manager



777 Main Street, Suite 900
Fort Worth, TX 76102
817-872-7808 direct
817-689-1343 mobile