

District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Avenue, 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

OCT 01 2008

OGD-ARTESIA

Form C-141  
Revised October 10, 2003

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

**Release Notification and Corrective Action**

**OPERATOR**

Initial Report  Final Report

Name of Company	OXY USA <b>192463</b>	Contact	Rick Kerby
Address	102 S Main Carlsbad, NM 88220	Telephone No. (O)	505-887-8337 (C) 505-631-4972
Facility Name	Old Ranch Canyon 7-1	Facility Type	Field Compressor Station
Surface Owner	BLM	Mineral Owner	
		Lease No.	

**30 015 28011**

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<b>B</b>	7	22S	24E					Eddy

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

Type of Release	Produced fluids	Volume of Release	19 bbls	Volume Recovered	10bbls
Source of Release	Hole in 4" steel trunk line	Date and Hour of Occurrence	app 5:00 A:M: 9-28-08	Date and Hour of Discovery	9-28-08 8:30 A:M:
Was Immediate Notice Given?	X <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher - NMOCD Jim Amos - BLM		
By Whom?	Kelton Beaird	Date and Hour	See above		
Was a Watercourse Reached?	<input type="checkbox"/> Yes X <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.\*

Describe Cause of Problem and Remedial Action Taken.\*

Hole in 4" trunk line. Fluid picked up by vacuum truck.

Describe Area Affected and Cleanup Action Taken.\*

All fluid was contained inside berm. Cleanup was began by picking up fluid with vacuum truck and knapf will be spread on affected area today after repairs have been made to trunk line.

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>Rick Kerby</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Rick Kerby	Approved by District Supervisor: <i>R Kerby SB</i>	<input checked="" type="checkbox"/> Remediation Actions to be completed and Final C-141 submitted with confirmation analyses/documentation on or before the Expiration Date.
Title: HES Specialist	Approval Date: <b>10-17-08</b>	Expiration Date: <b>12-26-08</b>
E-mail Address: rick_kerby@oxy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: Phone: 505-631-4972	Within 30 days, on or before <b>11-25-08</b> , completion of a remediation work plan based on delineation should be finalized and submitted for approval to the Division summarizing all actions taken and/or to be taken to mitigate environmental damage	<b>2RP - 255</b>

\* Attach Additional Sheets If Necessary

Notify OCD 48 hours prior to obtaining samples where analyses are to be presented to OCD



# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



October 27, 2008

Platinum Energy/Tandem Energy Corporation  
ATTN: Brandi Barthels  
120 S Main Street, Suite 350  
Victoria, TX 77901

Dear Operator:

This office is in receipt of your C-141s regarding the oil and produced water releases for the following facilities.

API	SITE NAME	2RP
30 015 28011	Old Ranch Canyon 7 Federal 001	255
30 015 33317	Harroun 15 015	256
30 015 35296	Pure Gold A Federal 008	257

NMOCD Rule 19.15.3.116 states in part, "...The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a **remediation plan** submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

A guide document intended to provide direction for remediation of soils and fresh waters contaminated as a result of leaks, spills, or releases of oilfield wastes and products is found on OCD's web site at the following link:

[http://www.emnrd.state.nm.us/ocd/documents/7C\\_spill1.pdf](http://www.emnrd.state.nm.us/ocd/documents/7C_spill1.pdf)

Within 30 days, **on or before November 25, 2008**, completion of remediation work plan(s) should be finalized and submitted to the Division summarizing all actions taken or to be taken to mitigate environmental damage related to each leak, spill or release for approval.

The remediation work plan(s) must include:

- General site characteristics
- Site ranking score
- Soil remediation action levels
- Horizontal and vertical delineation of the spill by soil sampling. Delineation is required until contamination reaches background levels or a site specific acceptable



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level. Any constituent(s) of concern—to include but not limited to TPH, BTEX, and chlorides—are to be addressed in the delineation and remediation plan.

- A sketch of the site indicating where and at what depths the samples were taken.
- Laboratory results of sampling
- The work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at the site(s).

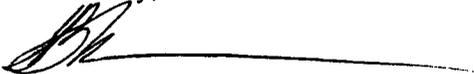
Notify the OCD 48 hours prior to obtaining samples where analyses of samples obtained are to be submitted to the OCD. Notification is to include date and time of sample event.

Remediation requirements may be subject to other federal, state, and local laws or regulations.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely,



Sherry Bonham  
NMOCD District II, Artesia  
(505) 748-1283 ext 109  
E-mail: [sherry.bonham@state.nm.us](mailto:sherry.bonham@state.nm.us)