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 Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	NAB1833245507
District RP	2RP-5077
Facility ID	fAB1833243363
Application ID	pAB1833245123

Release Notification

Responsible Party

			1405 P	OILUI	DIC I WI C	J	
Responsible Party Vanguard Operating, LLC			OGRID 258350				
Contact Nam	e Jason Fish	ier			Contact Te	elephone 505-9	18-0523
Contact emai	il jfisher@vi	renergy.com			Incident #	(assigned by OCD)	NAB1833245507
Contact mail 79762	ing address	4001 Penbrook Su	ite 201 Odessa, T	X			
			Location	of R	lelease So	ource	
Latitude 32.7	85996		(NAD 83 in dec	cimal de	Longitude grees to 5 decin	-104.190366 nal places)	
Site Name Kersey State Battery			Site Type	Site Type Tank Battery			
Date Release	Discovered	10-24-2018			API# Pleas	e see attached	
Unit Letter	Section	Township	Range	I	Cour		
P	32	17S	28E	Edd		ity	
					,		
Surface Owner	:: State	☐ Federal ☐ Tr	ribal 🔲 Private (/	Vame:	***************************************)
			Nature and	l Vol	lume of l	Release	
				calculat	tions or specific		volumes provided below)
Crude Oil Volume Released (bbls)				Volume Recovered (bbls) 0			
Produced Water Volume Released (bbls)				Volume Recovered (bbls)			
		Is the concentration of dissolved chloride in the produced water >10,000 mg/l?			e in the	Yes No	
Condensate Volume Released (bbls)				Volume Recovered (bbls)			
				Volume Recovered (Mcf) 0			
Other (des	scribe)	Volume/Weight	Released (provide	e units))	Volume/Weig	tht Recovered (provide units)
The gas purcl complete. The			gas for 8 hours to	make	repairs to the	eir Maljamar pla	nt. The repairs took 24 hours to

State of New Mexico Oil Conservation Division

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Was this a major release as defined by	If YES, for what reason(s) does the responsible party consider this a major release?
19.15.29.7(A) NMAC?	
Yes 🛛 No	
If YES, was immediate no	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?
	Initial Response
The responsible p	party must undertake the following actions immediately unless they could create a safety hazard that would result in injury
	ase has been stopped.
☐ The impacted area has	s been secured to protect human health and the environment.
Released materials ha	we been contained via the use of berms or dikes, absorbent pads, or other containment devices.
All free liquids and re	ecoverable materials have been removed and managed appropriately.
If all the actions described	d above have <u>not</u> been undertaken, explain why:
has begun, please attach a	AC the responsible party may commence remediation immediately after discovery of a release. If remediation a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred at area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.
regulations all operators are public health or the environm failed to adequately investigated to adequately investigated.	rmation given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and required to report and/or file certain release notifications and perform corrective actions for releases which may endanger nent. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have ate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In f a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws
Printed Name:Chucl	k Johnston Title:EHS Operations Specialist
Signature:	Date:11-3-2018_
email:cjohnston@vr	Telephone:432-202-4771
OCD Only Received by:	Date: 11/28/2018

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Closure Report Attachment Checklist: Each of the following items must be included in the closure report.

Incident ID	NAB1833245507
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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.

☐ A scaled site and sampling diagram as described in 19.15.29.11 NMAC N/A
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 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. Printed Name:Chuck Johnston Title: EHS Specialist Date:11-3-2018 Telephone:432-202-4771
OCD Only Received by:
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:
Printed Name: Amalia Bustamante Title: Business Operated Spec O

<u>API</u>	<u>Well Name</u>	Well Number
30-015-30888	KERSEY STATE	#001
30-015-30889	KERSEY STATE	#002
30-015-35562	KERSEY STATE	#003
30-015-37692	KERSEY STATE	#004
30-015-37693	KERSEY STATE	#005
30-015-41165	KERSEY STATE	#006
30-015-42162	KERSEY STATE	#007
30-015-42163	KERSEY STATE	#008