<u>District I</u> 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 1220 S. St. Francis Dr., Santa Fe, NM 87505

Responsible Party Vanguard Operating, LLC

Contact email jfisher@vnrenergy.com

Contact Name Jason Fisher

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	NAB1905628260
District RP	2RP-5254
Facility ID	fAB1833440050
Application ID	pAB1905627608

Release Notification

Responsible Party

OGRID 258350

Contact Telephone 505-918-0523

Incident # (assigned by OCD)

Contact ema	ii jiisner@vi	nrenergy.com			incident # (a	assigned by OCD)	NAB19056282	260
Contact mail 79762	ing address	4001 Penbrook Su	nite 201 Odessa,	TX				
			Location	n of Re	elease So	urce		
Latitude 32.8	04214		 (NAD 83 in a		Longitude rees to 5 decima			
Site Name St	aley State B	attery			Site Type Ta	ank Battery		
Date Release	Discovered	1-21-2019			API# Please see attached			
		E						***************************************
Unit Letter	Section	Township	Range	F14.	Count	у	-	
J	30	17S	28E	Eddy			J	
Surface Owne	r: State	Federal T	ribal 🗌 Private	(Name)
	Materia	l(s) Released (Select a	Nature and that apply and attact				volumes provided below	v)
Crude Oi		Volume Release				Volume Reco		
Produced W	ater	Volume Released (bbls)				Volume Reco	vered (bbls)	
		Is the concentration of dissolved chlorid produced water >10,000 mg/l?			in the	Yes No		
Condensa	nte	Volume Released (bbls)				Volume Reco	Recovered (bbls)	
Natural G	ias	Volume Release	Volume Released (Mcf) 1952			Volume Reco	Volume Recovered (Mcf) 0	
Other (de	scribe)	Volume/Weight Released (provide units)			Volume/Weight Recovered (provide units)		ide units)	
	· · · · · · · · · · · · · · · · · · ·							
The gas purc	haser had ar	n emergency shut o	lown to make re	pairs at th	eir plant. Th	ne gas was sent	t to flare for 74 hour	'S.
						<u> </u>		

Form C-141 Page 2

State of New Mexico Oil Conservation Division

Incident ID	NAB1905628260
District RP	2RP-5254
Facility ID	fAB1833440050
Application ID	pAB1905627608

		_
Was this a major	If YES, for what reason(s) does the responsible party consider this a major release?	-
release as defined by		1
19.15.29.7(A) NMAC?	** Unauthorized release of gases exceeding 500 mcf.	1
15.15.25.7(21) 14.1210.	garas and garas and garas	
Yes 🛛 No		
44.37		-
** Yes		-
		1
If YES, was immediate no	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?	٦
**Email to Amalia Bust	amante, OCD Dist. II: 1/22/2019 from Chuck Johnston, Jason Fisher @ Vanguard.	
	3pm. Will inform when emergency flare is complete."	-
, 24.100 OTT 1410	opini Tim moni imon omorganoj mara la completa.	
		_

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

The responsible party must under the following delicits immediately arress they could create a sujety natural man front in trighty
☐ The source of the release has been stopped.
The impacted area has been secured to protect human health and the environment.
Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.
All free liquids and recoverable materials have been removed and managed appropriately.
If all the actions described above have <u>not</u> been undertaken, explain why:
Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.
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.
Printed Name:Chuck Johnston Title:EHS Operations Specialist
Signature: Date:1-31-2019_
email: _cjohnston@vnrenergy.com Telephone: 432-202-4771
OCD Only Received by:

Form C-141 Page 6

State of New Mexico Oil Conservation Division

Incident ID	NAB1905628260
District RP	2RP-5254
Facility ID	fAB1833440050
Application ID	pAB1905627608

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.

Closure Report Attachment Checklist: Each of the following items mi	ist be included in the closure report.
☐ A scaled site and sampling diagram as described in 19.15.29.11 NMA	C N/A
Photographs of the remediated site prior to backfill or photos of the limust be notified 2 days prior to liner inspection)	iner integrity if applicable (Note: appropriate OCD District office
Laboratory analyses of final sampling (Note: appropriate ODC Distric	et 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 and regulations all operators are required to report and/or file certain release may endanger public health or the environment. The acceptance of a C-141 should their operations have failed to adequately investigate and remediate human health or the environment. In addition, OCD acceptance of a C-141 compliance with any other federal, state, or local laws and/or regulations. Trestore, reclaim, and re-vegetate the impacted surface area to the conditions accordance with 19.15.29.13 NMAC including notification to the OCD who Printed Name: Chuck Johnston Title: EHS	e notifications and perform corrective actions for releases which report by the OCD does not relieve the operator of liability contamination that pose a threat to groundwater, surface water, report does not relieve the operator of responsibility for the responsible party acknowledges they must substantially that existed prior to the release or their final land use in
Signature: Date:	1-31-2019
email: cjohnston@vnrenergy.com Telep	hone:432-202-4771
Received by: Malas Intamente	Date: 2/25/2019
Closure approval by the OCD does not relieve the responsible party of liabil remediate contamination that poses a threat to groundwater, surface water, he party of compliance with any other federal, state, or local laws and/or regular	uman health, or the environment nor does not relieve the responsible
Closure Approved by: Mala Jutamente	Date:2/25/2019
Printed Name: Amalia Bustamante	Title: Business Operations Spec O

<u>API</u>	Well Name	Well Number
30-015-31284	STALEY STATE	#001
30-015-31285	STALEY STATE	#002
30-015-34086	STALEY STATE	#003
30-015-36253	STALEY STATE	#007
30-015-36977	STALEY STATE	#008
30-015-36564	STALEY STATE	#009
30-015-38511	STALEY STATE	#015
30-015-40338	STALEY STATE	#016
30-015-40983	STALEY STATE	#020
30-015-40989	STALEY STATE	#021
30-015-41063	STALEY STATE	#022
30-015-41066	STALEY STATE	#025
30-015-42725	STALEY STATE	#028
30-015-42726	STALEY STATE	#029