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

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Revised October 10, 2003 Submit 2 Copies to appropriate District Office in accordance

Form C-141

with Rule 116 on back side of form

1220 S St Francis Dr., Santa Fe, NM 87505 **Release Notification and Corrective Action OPERATOR** Initial Report Name of Company: Energen Resources, Inc. Contact: Ed Hasely Address: 2010 Afton Place, Farmington, NM 87401 **Telephone No:** 505-324-4131 Facility Name: Angel Peak B #38 (API 3004525582) Facility Type: Oil/Gas Well Site Surface Owner: Federal Mineral Owner: Federal Lease No. NMSF 047017-B LOCATION OF RELEASE Section **Township** Feet from the North/South Line Feet from the Unit Letter Range East/West Line County 11W 2030 1930 K West San Juan **Latitude** 36.64539 Longitude -107.95722 NATURE OF RELEASE Volume of Release: Unknown Type of Release: Produced Fluids Volume Recovered: 0 bbls Source of Release: Production Pit Tank Date and Hour of Occurrence: Date and Hour of Discovery: Unknown 11/5/10 181920212 Was Immediate Notice Given? If YES, To Whom? Brandon Powell - OCD By Whom? Ed Hasely Date and Hour: 11/5/10; 9:46 am If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* NA Describe Cause of Problem and Remedial Action Taken.* Sampling underneath the tank during the below-grade tank closure showed TPH (Method 418.1) results of 271 ppm. According to the Pit Rule, any result over 100 ppm is an indication of a release. Describe Area Affected and Cleanup Action Taken.* An EPA Method 8015 for TPH showed results of ND, which is below the 100 ppm spill cleanup guideline. No remediation required. Lab analyses are attached. The area is needed for operations. Upon abandonment, seeding will be deferred to the BLM / Tribal requirements per the BLM / OCD MOU. 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. OIL CONSERVATION DIVISION Signature. Approved by District Supervisor: Printed Name: Ed Hasely Sr. Environmental Engineer Approval Date: Title: E-mail Address: ed.hasely@energen.com Conditions of Approval:

Phone: 505-324-4131 / 505-330-3584(cell)

Date: 12/17/10

Attached



Chloride

Client:	Energen Res.	Project #:	03022-0168
Sample ID:	Angel Peak B #38	Date Reported:	11-01-10
Lab ID#:	56342	Date Sampled:	11-01-10
Sample Matrix:	Soil	Date Received:	11-01-10
Preservative:	Cool	Date Analyzed:	11-01-10
Condition:	Intact	Chain of Custody:	10638

Parameter

Concentration (mg/Kg)

Total Chloride

20

Reference:

U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments:

Angel Peak B #38

Analyst

Review



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:	Energen Res.	Project #:	03022-0168
Sample ID:	Angel Peak B #38	Date Reported:	11-01-10
Laboratory Number:	56342	Date Sampled:	11-01-10
Chain of Custody No:	10638	Date Received:	11-01-10
Sample Matrix:	Soil	Date Extracted:	11-01-10
Preservative:	Cool	Date Analyzed:	11-01-10
Condition:	Intact	Analysis Needed:	TPH-418.1

		Det.
	Concentration	Limit
Parameter	(mg/kg)	(mg/kg)

Total Petroleum Hydrocarbons

271

5.0

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water

and Waste, USEPA Storet No. 4551, 1978.

Comments:

Angel Peak B #38

Analyst

Review



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client:	Energen Res.	Project #:	03022-0168
Sample ID:	Angel Peak B #38	Date Reported:	11-01-10
Laboratory Number:	56342	Date Sampled:	11-01-10
Chain of Custody:	10638	Date Received:	11-01-10
Sample Matrix:	Soil	Date Analyzed:	11-01-10
Preservative:	Cool	Date Extracted:	11-01-10
Condition:	Intact	Analysis Requested:	BTEX
		Dilution:	10

Parameter	Concentration (ug/Kg)	Limit (ug/Kg)	
Benzene	3.2	0.9	
Toluene	11.3	1.0	
Ethylbenzene	ND	1.0	
p,m-Xylene	3.7	1.2	
o-Xylene	3.3	0.9	
Total BTEX	21.5		

ND - Parameter not detected at the stated detection limit.

Surrogate Recoveries:	Parameter	Percent Recovery	
	Fluorobenzene	101 %	
	1,4-difluorobenzene	101 %	
	Bromochlorobenzene	106 %	

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

Angel Peak B #38

Analyst



EPA METHOD 8015 Modified Nonhalogenated Volatile Organics Total Petroleum Hydrocarbons

Client:	Energen Res.	Project #:	03022-0168
Sample ID:	Angel Peak B #38	Date Reported:	11-01-10
Laboratory Number:	56342	Date Sampled:	11-01-10
Chain of Custody No:	10638	Date Received:	11-01-10
Sample Matrix:	Soil	Date Extracted:	11-01-10
Preservative:	Cool	Date Analyzed:	11-01-10
Condition:	Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Angel Peak B #38

Analyst

Review

Ed Hasely

From:

Ed Hasely

Sent:

Friday, November 05, 2010 9:46 AM

To:

'Powell, Brandon, EMNRD'

Subject:

FW: BGT Closure Notifications - Possible Past Release Notification

Brandon – This note is to notify you that the sample collected under the BGT on the Angel Peak B #38 showed TPH (418.1 method) results over 100 ppm. According to the Pit Rule, a result over 100 is an indication of a possible past release. We will proceed per 19.15.29 and 19.15.30.

Ed Hasely

Energen Resources Corporation

From: Ed Hasely

Sent: Wednesday, October 27, 2010 2:26 PM

To: 'Powell, Brandon, EMNRD' **Subject:** BGT Closure Notifications

Brandon – this is to notify you that Energen plans to close the BGT's on the following locations in the near future:

A ngel Peak #38 - Unit Letter K, Section 24, Township 28N, Range 11W

Holly Federal #1 - Unit Letter P, Section 29, Township 30N, Range 15W

Please let me know if you have questions. Thanks.

Ed Hasely

Energen Resources Corporation

Sr. Environmental Engineer ed.hasely@energen com
Office: (505) 324-4131
Cell: (505) 330-3584