

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

NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-141
Revised August 8, 2011

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

DEC 21 2015

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

RECEIVED

Release Notification and Corrective Action

NAB1535756628 (Roca Prod.) 258350

OPERATOR

X Initial Report Final Report

Name of Company	VanGuard National Resources, LLC	Contact	Dennis Howard
Address	5847 San Felipe St. Ste.3000, Houston, TX 77057	Telephone No.	505-918-0293
Facility Name	Aspen 32 State Com. No.1 transfer line release		

Surface Owner State	Mineral Owner State	API No.	30-015-34148
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	32	17S	28E	1370'	FSL	1609'	FEL	EDDY

Latitude 32.775554 Longitude 104.20605

NATURE OF RELEASE

Type of Release	produced waters	Volume of Release	50 bbls	Volume Recovered	12 bbls
Source of Release	3" transfer line	Date and Hour of Occurrence	unknown	Date and Hour of Discovery	12/11/2015 2:30pm
Was Immediate Notice Given?	X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required				
	If YES, To Whom? Mike Bratcher/NMOCD Artesia Office/voice mail box				
By Whom?	Mike Stubblefield				
	Date and Hour 12/11/2015 2:59pm				
Was a Watercourse Reached?	<input type="checkbox"/> Yes X No				
	If YES, Volume Impacting the Watercourse.				

If a Watercourse was Impacted, Describe Fully.*

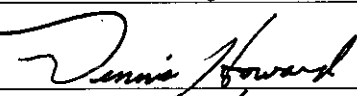

Describe Cause of Problem and Remedial Action Taken.*

The source of release was a pinhole in a valve transition on the 3" line bringing produced water from the Aspen 32 State Com. No.1 to the Walter Solt State No.1 an SWD, resulting in a release of 50 bbls of Produced water. The valve transition was replace, the 3" line was placed back into service. A vacuum truck was immediately brought to the release site. standing fluids were recovered.

Describe Area Affected and Cleanup Action Taken.*

The affected area is located in Ut. E sec.5-T18S-R28E, this area being near the Walter Solti State No.1 SWD, 200yds west of county Rd. 206. The impacted area was measured to be 240' L x 138' W. R.T Hicks Consultants has been contracted to construct a Remediation plan for the correction on the release.

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.

AMENDED	OIL CONSERVATION DIVISION	
Signature: 	Approved by Environmental Specialist: 	
Printed Name: Dennis Howard	Approval Date: 12/23/15	Expiration Date: N/A
Title: Production Supervisor	Conditions of Approval:	
E-mail Address: Dennis Howard <dhoward@vnrllc.com>	Attached <input type="checkbox"/>	
Date: 12/21/2015	Phone: 505-918-0293	

* Attach Additional Sheets If Necessary

Remediation per O.C.D. Rules & Guidelines
SUBMIT REMEDIATION PROPOSAL NO
LATER THAN: 1/21/16

2RP-3465