

NM OIL CONSERVATION

ARTESIA DISTRICT

AUG 05 2016

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

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

RECEIVED

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB/1022/35529

Name of Company Hanley Petroleum Inc. 9920		OPERATOR Contac Brett K. Bracken	<input checked="" type="checkbox"/> Initial Report <input type="checkbox"/> Final Report
Address 415 W. Wall Street, Suite 1500		Telephone No. 432-684-8051	
Facility Name State 32 #1	Facility Type Oil well		
Surface Owner Unknown	Mineral Owner State of New Mexico	API No. 30-015-29378	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	32	19S	31E	600	FNL	600	FWL	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release oil, possible salt water	Volume of Release Unknown	Volume Recovered None
Source of Release gas vent, wellhead, Engine	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Oil mist from gas vent, gas venting due to high line pressure. Various small flowline leaks, minor stuffing box leaks and engine oil.

Describe Area Affected and Cleanup Action Taken.*

All leaks appear minor and only effecting surface. No samples have been take or tested at this time. May plug well and do final clean up of entire location. Will advise. If continue to produce, effected areas will be cleaned up according to OCD rules.

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>[Signature]</i>	OIL CONSERVATION DIVISION	
Printed Name: Brett K. Bracken	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Vice President/General Manager	Approval Date: 8/8/16	Expiration Date: N/A
E-mail Address: bbracken@hanleypetroleum.com	Conditions of Approval:	
Date: 7/27/16 Phone: 432 684 8051	Attached <input type="checkbox"/>	

Remediation per O.C.D. Rules & Guidelines

* Attach Additional Sheets If Necessary

REMIT REMEDIATION PROPOSAL NO
ATER THAN: 8/8/16

2RP-3821

Patterson, Heather, EMNRD

From: Brett Bracken <bbracken@hanleypetroleum.com>
Sent: Friday, August 05, 2016 9:47 AM
To: Patterson, Heather, EMNRD
Subject: RE: Hanley Petroleum
Attachments: Form C-141.pdf

Please see attached....hard copy to follow

Brett K. Bracken

Vice President and General Manager
Hanley Petroleum Inc.
415 W. Wall, Ste. 1500
Midland, TX 79701
432-684-8051
432-634-7504 cell

From: Patterson, Heather, EMNRD [mailto:Heather.Patterson@state.nm.us]
Sent: Wednesday, July 27, 2016 8:01 AM
To: bbracken@hanleypetroleum.com
Cc: Bratcher, Mike, EMNRD; Cordero, Gilbert, EMNRD; Bayliss, Randolph, EMNRD; agroves@slo.state.nm.us
Subject: FW: Hanley Petroleum

Mr. Bracken,

Our field inspector sent these pictures of the State 32 #1 well operated by Hanley Petroleum. There appears to be a current spill, as well as some historic impact, and an active gas leak at this location. At this time, OCD requests a Form C-141 be submitted for this site. Please report any known volumes that may have been released, but if volumes are unknown, indicate that on the form. Remediation of the site will be required according to OCD rules and guidelines. OCD records indicate the site is situated on State surface, so NMSLO is being copied on this email.

If you have any questions or concerns, please contact me.

Thank you,

Heather Patterson
Environmental Specialist
NMOCD District II
Office (575)748-1283 ext.101
Cell (575)703-0228

From: Cordero, Gilbert, EMNRD
Sent: Tuesday, July 26, 2016 3:11 PM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD
Subject: Hanley Petroleum

Attached are some pics of State 32 #001. API 30-015-29378. It appears they had a release and the red valve in pic #005 is open and blowing gas.

Thanks,

Gilbert Cordero
Compliance Officer
NMOCD District II
Office 575.748.1283 ext.114
Cell 575.626.0830