

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
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

OCT 01 2008

OGD-ARTESIA

Form C-141
Revised October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

☐ Initial Report

☐ Final Report

Name of Company	OXY USA	192463	Contact	Rick Kerby
Address	102 S Main Carlsbad, NM 88220		Telephone No.	(O) 505-887-8337 C) 505-631-4972
Facility Name	Old Ranch Canyon 7-1		Facility Type	Field Compressor Station
OLD RANCH CANYON 7 FEDERAL OOI				
Surface Owner	BLM		Mineral Owner	
			Lease No.	

30 015 28011

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	7	22S	24E					Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Produced fluids	Volume of Release	19 bbls	Volume Recovered	10bbls
Source of Release	Hole in 4" steel trunk line	Date and Hour of Occurrence	app 5:00 A:M: 9-28-08	Date and Hour of Discovery	9-28-08 8:30 A:M:
Was Immediate Notice Given?	X <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required		If YES, To Whom? Mike Bratcher - NMOCD Jim Amos - BLM		
By Whom?	Kelton Beaird		Date and Hour See above		
Was a Watercourse Reached?	<input type="checkbox"/> Yes X <input type="checkbox"/> No		If YES, Volume Impacting the Watercourse.		

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Hole in 4" trunk line. Fluid picked up by vacuum truck.

Describe Area Affected and Cleanup Action Taken.*

All fluid was contained inside berm. Cleanup was began by picking up fluid with vacuum truck and knapf will be spread on affected area today after repairs have been made to trunk line.

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: Rick Kerby

Printed Name: Rick Kerby

Title: HES Specialist

E-mail Address: rick_kerby@oxy.com

Date: Phone: 505-631-4972

Approved by District Supervisor:

Approval Date: 10-17-08

Conditions of Approval:

Within 30 days, on or before 11-25-08, completion of a remediation work plan based on delineation should be finalized and submitted for approval to the Division summarizing all actions taken and/or to be taken to mitigate environmental damage

Remediation Actions to be completed and Final C-141 submitted with confirmation analyses/documentation on or before the Expiration Date.

Expiration Date: 12-26-08

Attached ☐

2RP - 255

Notify OCD 48 hours prior to obtaining samples where analyses are to be presented to OCD

* Attach Additional Sheets If Necessary

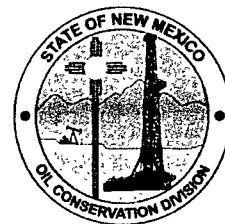


New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



October 27, 2008

Platinum Energy/Tandem Energy Corporation
ATTN: Brandi Barthels
120 S Main Street, Suite 350
Victoria, TX 77901

Dear Operator:

This office is in receipt of your C-141s regarding the oil and produced water releases for the following facilities.

API	SITE NAME	2RP
30 015 28011	Old Ranch Canyon 7 Federal 001	255
30 015 33317	Harroun 15 015	256
30 015 35296	Pure Gold A Federal 008	257

NMOCD Rule 19.15.3.116 states in part, "...The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a **remediation plan** submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

A guide document intended to provide direction for remediation of soils and fresh waters contaminated as a result of leaks, spills, or releases of oilfield wastes and products is found on OCD's web site at the following link:

http://www.emnrd.state.nm.us/oed/documents/7C_spill1.pdf

Within 30 days, **on or before November 25, 2008**, completion of remediation work plan(s) should be finalized and submitted to the Division summarizing all actions taken or to be taken to mitigate environmental damage related to each leak, spill or release for approval.

The remediation work plan(s) must include:

- General site characteristics
- Site ranking score
- Soil remediation action levels
- Horizontal and vertical delineation of the spill by soil sampling. Delineation is required until contamination reaches background levels or a site specific acceptable



October 27, 2008

Page 2

level. Any constituent(s) of concern—to include but not limited to TPH, BTEX, and chlorides—are to be addressed in the delineation and remediation plan.

- A sketch of the site indicating where and at what depths the samples were taken.
- Laboratory results of sampling
- The work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at the site(s).

Notify the OCD 48 hours prior to obtaining samples where analyses of samples obtained are to be submitted to the OCD. Notification is to include date and time of sample event.

Remediation requirements may be subject to other federal, state, and local laws or regulations.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely,



Sherry Bonham
NMOCD District II, Artesia
(505) 748-1283 ext 109
E-mail: sherry.bonham@state.nm.us