

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

Form C-141
Revised October 10, 2003

Oil Conservation Division OCT 14 2008

1220 South St. Francis Dr.

Santa Fe, NM 87505

OCD-ARTESIA

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	16696	Contact	Kelton Beaird
Address	102 S Main Carlsbad, NM 88220		Telephone No. (O)	575-887-8337 C) 575-390-1903
Facility Name	Pure Gold A Fed. #8		Facility Type	Tank Battery

~~PURE GOLD A FEDERAL OOR~~

Surface Owner BLM

Mineral Owner BLM

Lease No.

3001535296

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	21	23S	31E					Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Produced Water & Oil	Volume of Release	500bbbs water 15bbbs oil	Volume Recovered	110bbbs
Source of Release	Tank Battery	Date and Hour of Occurrence		Date and Hour of Discovery	10-8-08 @ 7:00am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Jim Amos (BLM) Sherry Bohnam (NMOCD)		
By Whom?	Kelton Beaird HES (Oxy)	Date and Hour	See above		
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.*

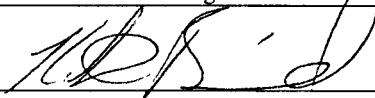

Describe Cause of Problem and Remedial Action Taken.*

Water tank level got high; the alarm malfunctioned and did not go off causing the tank to overflow. A vac-truck was called, the alarm was fixed.

Describe Area Affected and Cleanup Action Taken.*

The area affected was inside the berm, on across the road and into the pasture. Delineation will occur to determine the extent of the contamination. A work plan will be submitted for approval.

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: 	OIL CONSERVATION DIVISION	
Printed Name: Kelton Beaird	Approved by District Supervisor: 	Remediation Actions to be completed and Final C-141 submitted with confirmation analyses/documentation on or before the Expiration Date
Title: HES Specialist	Approval Date: 10-22-08	Expiration Date: 12-26-08
E-mail Address: kelton_beaird@oxy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 10-10-08	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	2RP - 257

* Attach Additional Sheets If Necessary

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

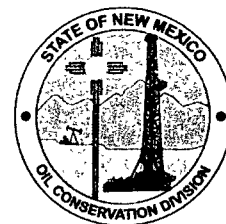


New Mexico Energy, Minerals and Natural Resources Department

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/o cd/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



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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).

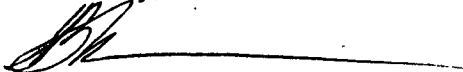
Notify the OCD 48 hours prior to obtaining samples where analyses of samples obtained are to be submitted to the OCD. Notification is to include date and time of sample event.

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