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

Responsible Party Vanguard Operating, LLC

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	NAB1835257335		
District RP	2RP-5117		
Facility ID			
Application ID	pAB1835257040		

Release Notification

Responsible Party

OGRID 258350

Contact Name Jason Fisher			Contact Telephone 505-918-0523				
Contact email jfisher@vnrenergy.com			Incident #	(assigned by OCD)	NAB1835257335		
Contact mail 79762	ing address	4001 Penbrook Si	uite 201 Odessa,	TX	'	- November -	
			Location	n of R	Release So	ource	
Latitude 32.8	03921					-104.209772	
			(NAD 83 in 6	lecimal de	grees to 5 decim	ial places)	
Site Name Sta	aley State A	Battery **			Site Type Tank Battery		
Date Release	Discovered	12-1-2018			API# Please see attached 30-015-36252**		
Unit Letter	Section	Township	Range	- Average of the second	Coun	ty	
I	30	17S	28E	Edd	y		
Crude Oil						justification for the v	rolumes provided below)
Crude Oil		Volume Release		on calcula	ions of specific	Volume Recovered (bbls) 0	
Produced W	ater	Volume Released (bbls)				Volume Recov	ered (bbls)
Is the concentration of dissolved chlorid produced water >10,000 mg/l?		chloride	e in the	Yes No			
Condensate Volume Released (bbls)			Volume Recovered (bbls)				
Natural G	as	Volume Release	ed (Mcf) 150			Volume Recovered (Mcf) 0	
Other (describe) Volume/Weight Released (provide units))	Volume/Weight Recovered (provide units)				
The gas purch	haser reques	ted a reduction in	gas to repair the	ir Malja	mar plant. T	 he repairs took 5	hours and the gas was sent to flare.
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State of New Mexico Oil Conservation Division

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Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the responsible party consider this a major release?			
Yes 🛭 No				
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?				
	Initial Response			
The responsible p	party must undertake the following actions immediately unless they could create a safety hazard that would result in injury			
The source of the rele	ase has been stopped.			
☐ The impacted area ha	s been secured to protect human health and the environment.			
Released materials ha	ve been contained via the use of berms or dikes, absorbent pads, or other containment devices.			
All free liquids and re	coverable materials have been removed and managed appropriately.			
If all the actions described	above have <u>not</u> been undertaken, explain why:			
D 1015000D (A) NB				
has begun, please attach a	AC the responsible party may commence remediation immediately after discovery of a release. If remediation a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred at area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.			
regulations all operators are public health or the environn failed to adequately investiga	rmation given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and required to report and/or file certain release notifications and perform corrective actions for releases which may endanger nent. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have ate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In Fa C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws			
Printed Name:Chucl	Zohnston Title:EHS Operations Specialist			
Signature:	Date:12-2-2018_			
email:cjohnston@vr	Telephone:432-202-4771			
OCD Only				
	19-15			
Received by:	Date: 12/18/2018			

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State of New Mexico Oil Conservation Division

Incident ID	NAB1835257335
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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following items must be included in the closure report.					
☐ A scaled site and sampling diagram as described in 19.15.29.11 NMAC					
Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)					
Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling)					
☐ Description of remediation activities					
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.					
Printed Name:Chuck Johnston Title: EHS Specialist					
Signature: Date:					
email: cjohnston@vnrenergy.com Telephone:432-202-4771					
Received by: Date: 12/18/2018					
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.					
Closure Approved by: Analytic Date: 12/18/2018					
Printed Name: Amalia Bustamante Title: B.O.S. / O					

<u>API</u>	<u>Well Name</u>	Well Number
3001536252	STALEY STATE	#004
3001537044	STALEY STATE	#005
3001537056	STALEY STATE	#006
3001536976	STALEY STATE	#011
3001537673	STALEY STATE	#012
3001537674	STALEY STATE	#014
3001540026	STALEY STATE	#017
3001540027	STALEY STATE	#018
3001540340	STALEY STATE	#019
3001541064	STALEY STATE	#023
3001541065	STALEY STATE	#024
3001540988	STALEY STATE	#026
3001542727	STALEY STATE	#030