

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

Form C-141
Revised October 10, 2003

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

APR 29 2008

OCD-ARTESIA

30-015-26536

Release Notification and Corrective Action

nmLB-08/2938786

Operator: 227588 OPERATOR

X Initial Report

X Final Report

Name of Company: Range Operating New Mexico, Inc.	Contact: Steve Almager
Address: PO Box 300, Loving, NM 88256	Telephone No.: 575-631-0926
Facility Name: Candalerio SWD Spill	Facility Type: Oil & Gas

Surface Owner: Range Resources Corporation	Mineral Owner	API No. 30-015-23339
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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
E	24	23S	28E	1980'	FNL	660'	FWL	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release: Approx. 65 bbls.	Volume Recovered: 60 bbls.
Source of Release: Alarm system failed on both injection system and at SWD causing too much volume to be released.	Date and Hour of Occurrence: 11 April 2008 @ 1300 Hours	Date and Hour of Discovery: 11 April 08 @ 1330 - 1400 Hours
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Not Required	If YES, To Whom? Mike Bratcher	
By Whom? C. Winkler	Date and Hour: 11 April 2008	Approx. 1330 hours
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

If a Watercourse was Impacted, Describe Fully.*
N/A


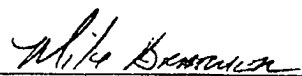
Describe Cause of Problem and Remedial Action Taken.*

The injection facility went down and the alarm system failed. Also the alarm system on the SWD failed which caused all of the water to be released to the Candalerio SWD, which caused it to overflow due to the increased volume. No discharge was released outside of the 40 ml lined battery containment area. A vacuum truck was called and recovered 60 bbls. from the containment area out of a 65 barrel spill.

Describe Area Affected and Cleanup Action Taken.*

Once the contaminate had been removed as described above, the saturated sand covering the 40 ml lined battery was removed by a roustabout crew and hauled off to disposal. This was replaced with clean material. Since no discharge occurred outside the containment area and was basically cleaned up immediately, the C-141 reflects both actions.

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

Signature: 		OIL CONSERVATION DIVISION	
Printed Name: Steve Almager		TIM GUM by MB	
Title: Production Supervisor II		Approved by District Supervisor	Signed By 
E-mail Address: salmager@rangeresources.com		Approval Date: MAY 08 2008	Expiration Date: N/A
Date: 25 April 2008 Phone: 575-631-0926		Conditions of Approval: N/A	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

Mr. Steve Almager
Production Supervisor II
Range Operating New Mexico, Inc.
PO Box 300
Loving, NM 88256

24 April 2008

Mr. Mike Bratcher
OIL CONSERVATION DIVISION
1301 West Grande Ave.
Artesia, NM 88210

Re: Candalerio SWD Battery Spill *Corrective Action Plan and Final Remediation Report*
(API No.: 30-015-23339) U/L E S13 T23S R28E, 1980' FNL and 660' FWL

Dear Mr. Bratcher:

Range Operating Resources, Inc. (Range) herewith submits the following documents regarding the spill remediation on the Candalerio Tank Battery (South Culebra Bluff No. 5 well) whose onset of occurrence was discovered on 11 April 2008 at approximately 1300 Hours and immediately reported to the Eddy County New Mexico Oil Conservation Division (NMOCD). As part of this transmittal, Range herewith submits the (1) Initial C-141 and (2) Final C-141. No analytical data was obtained since the spill was wholly contained within the 40ml lined and bermed battery area.

Initial cleanup operations consisted of calling in a vacuum truck to begin removal of the produced water with very minor traces of oil. Following this, the saturated sandy material covering the liner was removed by a roustabout crew and hauled off to a landfarm for disposal. Once completed, the inside of the battery lined with 40 ml liner was again covered with new, clean material.

Subsequently due to the (1) successful containment of the spill and the limited affected area and (2) the fact there is no definable danger to human health or the environment, Range herewith simultaneously petitions NMOCD to accept this single report as constituting its *Corrective Action Plan and Final Remediation Report* in satisfaction of NMOCD Regulatory Performance requirements.

Should you have questions please call the office (575-631-0926).

Sincerely,



Steve Almager
Production Superintendent II

Enclosures: Initial C-141, Final C-141