

Bratcher, Mike, EMNRD

From: Bratcher, Mike, EMNRD
Sent: Tuesday, December 14, 2010 3:01 PM
To: 'sfelicetty@platenergy.com'
Subject: Spill Report for Barton A Fed well site
Attachments: Reporting Requirements.docx

Tandem Energy Corp
11490 Westheimer Road, Suite 1000
Houston, TX 77077
ATTN: Susan Felicetty (Production & Regulatory)

Reference: Tandem Energy Corp. * Barton A Fed 001 * 30-015-10160 * C-22-19s-31e * Eddy County, New Mexico

Ms. Felicetty,

The New Mexico Oil Conservation Division (OCD) is in receipt of an Initial Report Form C-141 reporting a release of produced fluids at or near the above referenced well site. The volume of the release was reported to be 179 bbls. On the form, a box is checked indicating that immediate notice (of the release) is not required. Please see the attached New Mexico Administrative Code (NMAC) rule regarding reporting requirements for produced fluid releases. Note that a release of 25 bbls or greater requires "immediate" verbal notification. Immediate notification is defined as "within 24 hours of discovery" of the release.

A proposal for remediation of this site will be required to be submitted to the OCD District 2 Office not later than January 14, 2011. The proposal is to be formulated based on delineation of the spill site, and, OCD Rules and Guidelines.

Note: Spills on Federal sites may be subject to BLM requirements also.

Please notify the OCD District 2 Office 48 hours prior to commencement of delineation activities.

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

Mike Bratcher

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Ec: Susan Felicetty