



VANGUARD NATURAL RESOURCES

5847 San Felipe, Suite 3000
Houston, Texas 77057
(832) 327-2255

Onsurez #1
2RP-2397

Corrective Action Plan

API No. 30-015-23592

Release Date: June 13th, 2014

Unit Letter C, Section 11, Township 23S, Range 28E

August 20th, 2014

Mike Bratcher

New Mexico Energy, Minerals, & Natural Resources
Oil Conservation Division, Environmental Bureau – District 2
811 S. First St.
Artesia, NM 88210

**RE: Corrective Action Plan
Vanguard Onsurez #1 (2RP-2397)
UL/C sec. 11 T23S R28E
API No. 30-015-23592**

Mr. Bratcher:

Vanguard Natural Resources (Vanguard) has retained Rice Environmental Consulting and Safety (RECS) to address potential environmental concerns at the above-referenced site.

Background and Previous Work

The site is located approximately 3.4 miles northeast of Loving, New Mexico at UL/C sec. 11 T23S R28E. USGS records indicate that groundwater will likely be encountered at a depth of approximately 16 +/- feet.

On June 13th, 2014, Vanguard discovered a release of oil and produced water. A separator pop off released a mist of 10 barrels of oil and produced water over 8,871 square feet of battery pad and pasture land. A total of 5 barrels of fluid was recovered. Vanguard submitted an initial C-141 to NMOCD on July 25th, 2014, which was approved on July 28th, 2014 (Appendix A).

RECS personnel were on site beginning on June 19th, 2014. Two points within the pasture area were sampled at the surface and with depth (Figure 1). All samples were field tested for chlorides and organic vapors and then sent to a commercial laboratory for analysis (Appendix B). Point 1 was advanced to a depth of 1 ft bgs where the sample returned a chloride value of 768 mg/kg, a Gasoline Range Organics (GRO) reading of non-detect and a Diesel Range Organics (DRO) reading of 153 mg/kg. Point 2 was also advanced to a depth of 1 ft bgs where the sample returned chloride, GRO and DRO values of non-detect.

The overspray on the lease pad was not sampled; because, the staining was so unpronounced that by August 5th, 2014, the staining was no longer visible (Appendix C).

Corrective Action Plan

Based on the laboratory analysis data, the release in the pasture area will be scraped to 1 ft to 1.5 ft. Once the scrape is completed, a composite bottom sample of the scrape will be taken and field tested for chloride and organic vapors. If field testing indicates that the bottom composite will not return laboratory chloride, GRO and DRO readings below regulatory standards, the scrape will be advanced to a depth where field sampling indicates that these constituents will return laboratory readings below regulatory standards. The final bottom composite of the scrape will be taken to a commercial laboratory to confirm that chloride, GRO and DRO readings return values below regulatory standards.

All excavated soils will be evaluated for use as backfill, and any soils that do not meet regulatory standards will be sent to a NMOCD approved facility for disposal. Clean soil will be imported to the site to replace any soils taken for disposal. The clean soil will be blended with the remaining excavated soils to use as backfill. A sample of the blended soil will be taken to a commercial laboratory to confirm that chloride, GRO and DRO readings return values below regulatory standards. The scrapes will be backfilled with the blended soil and contoured to the surrounding location. The disturbed pasture area will then be seeded with a blend of native vegetation.

Once these activities have been completed, a report will be submitted to NMOCD requesting 'remediation termination' and site closure.

RECS appreciates the opportunity to work with you on this project. Please call Hack Conder at (575) 393-2967 or me if you have any questions or wish to discuss the site.

Sincerely,



Lara Weinheimer
Project Scientist
RECS
(575) 441-0431

Attachments:

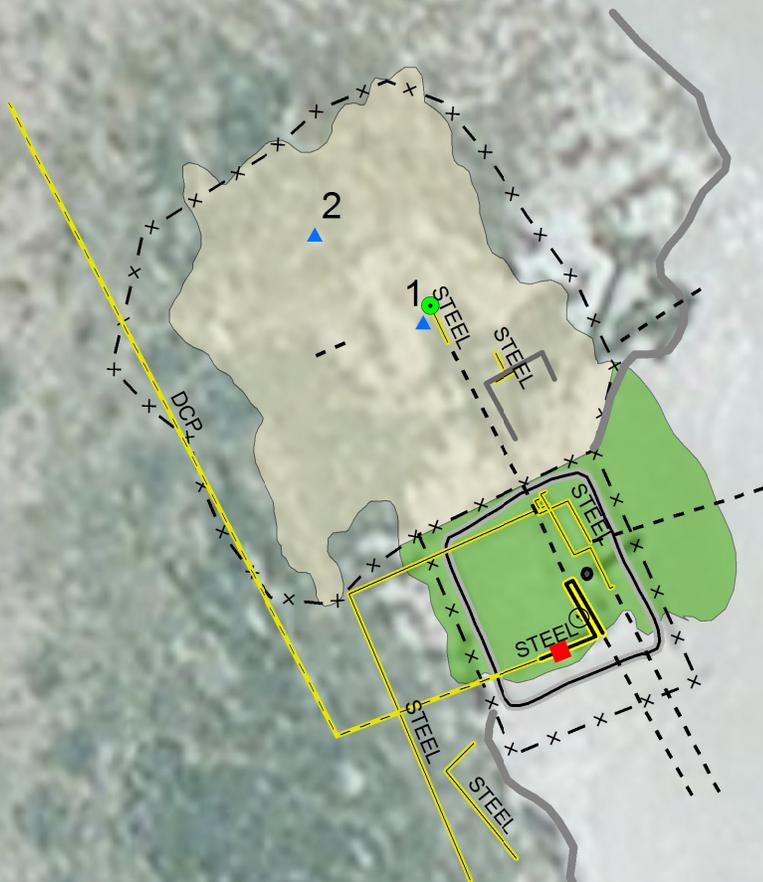
- Figure 1 – Initial Sampling Data
- Appendix A – Initial C-141
- Appendix B – Initial Sampling Labs
- Appendix C – Photo Documentation

Figures

Initial Sampling Data

	Point 1			
	CI-	PID	GRO	DRO
SS	30000	137.5	451	19000
6"	5440	212.9	352	5000
1'	768	0.4	<50	153

	Point 2			
	CI-	PID	GRO	DRO
SS	3920	6.9	<50	1280
6"	320	7.8	<10	21
1'	<16	5.3	<10	<10



CI- FIELD DATA

CI- LAB DATA

Landowner: Antonio and Gloria Onsurez
DGW: 16 Ft

Source: Esri, Dig
CNES/Airbus DS
swisstopo, and th

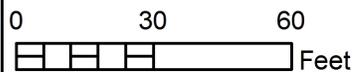
Legend

- 2 FT VERT VENT PIPE
- CONTROL BOX
- ⊙ METER
- ▲ SAMPLE POINT
- BURIED PIPELINE
- CONCRETE FOOTER
- - - LINEFINDER HIT
- PAD/ROAD EDGE
- RISER
- SURFACE PIPELINE
- BERM
- TREATER
- FENCE
- LIGHT OVERSPRAY- (2,710 SQ FT)
- STAIN- (6,161 SQ FT)

VANGUARD ONSUREZ #1

UL C SECTION 11
T-23-S R-28-E
EDDY COUNTY, NM

Figure 1



GPS date: 6/19/14 CF
Drawing date: 8/13/14
Drafted by: T. Grieco/L. Weinheimer



Appendix A

Initial C-141

RICE Environmental Consulting and Safety (RECS)
P.O. Box 2948 Hobbs, NM 88241
Phone 575.393.2967

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

State of New Mexico
Energy Minerals and Natural Resources

Form C-141
Revised August 8, 2011

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB1420950822

OPERATOR

Initial Report Final Report

Name of Company Vanguard Permian	<i>258350</i>	Contact Mike Jones
Address 5847 San Felipe, Ste. 3000 Houtston, TX 77057		Telephone No. 575-390-4611
Facility Name Onsurez #1		Facility Type Battery

Surface Owner Antonio and Gloria Onsurez	Mineral Owner	API No. 30-015-23592
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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
C	11	23s	28 e	672	FNL	1773	FWL	EDDY

Latitude 32.325488 **Longitude** -104.060743

NATURE OF RELEASE

Type of Release Oil and Produced Water	Volume of Release 10 BBLS	Volume Recovered 5 BBLS
Source of Release Oil and Gas separator Pop off	Date and Hour of Occurrence	Date and Hour of Discovery 6-13-14/9AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

NM OIL CONSERVATION
ARTESIA DISTRICT
JUL 25 2014

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
Pop off on seperator, releases and blow mist of oil and water in pasture. Pop off was replaced and piped to water tank.

RECEIVED

Describe Area Affected and Cleanup Action Taken.*
A total of 8,871 square feet of lease pad a pasture land was affected. The site will be assessed and a Corrective Action plan will be submitted to NMOCD.

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: <i>Mike Jones</i>	OIL CONSERVATION DIVISION	
Printed Name: Mike Jones	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Production Foreman	Approval Date: <i>7/28/14</i>	Expiration Date: <i>NA</i>
E-mail Address: mjones@vnrllc.com	Conditions of Approval: Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	
Date: _____ Phone: 575-390-4611	Attached <input type="checkbox"/>	

PROPOSAL NO LATER THAN:

8/28/14

RP2-2397

* Attach Additional Sheets If Necessary

Appendix B

Initial Sampling Labs

RICE Environmental Consulting and Safety (RECS)
P.O. Box 2948 Hobbs, NM 88241
Phone 575.393.2967



June 26, 2014

LAURA FLORES

RICE ENVIRONMENTAL CONSULTING & SAFETY LLC

419 W. CAIN

HOBBS, NM 88240

RE: ONSUREZ #001

Enclosed are the results of analyses for samples received by the laboratory on 06/24/14 10:22.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-13-5. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/qa/lab_accred_certif.html.

Cardinal Laboratories is accredited through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

A handwritten signature in cursive script that reads "Celey D. Keene".

Celey D. Keene

Lab Director/Quality Manager

Analytical Results For:

 RICE ENVIRONMENTAL CONSULTING & SAFETY
 LAURA FLORES
 419 W. CAIN
 HOBBS NM, 88240
 Fax To: (575) 397-1471

Received:	06/24/2014	Sampling Date:	06/19/2014
Reported:	06/26/2014	Sampling Type:	Soil
Project Name:	ONSUREZ #001	Sampling Condition:	Cool & Intact
Project Number:	NONE GIVEN	Sample Received By:	Jodi Henson
Project Location:	VANGUARD		

Sample ID: POINT 1 @ SURFACE (H401886-01)

Chloride, SM4500CI-B		mg/kg		Analyzed By: AP						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
Chloride	30000	16.0	06/25/2014	ND	416	104	400	8.00		
TPH 8015M		mg/kg		Analyzed By: MS						S-06
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
GRO C6-C10	451	100	06/24/2014	ND	164	82.0	200	2.21		
DRO >C10-C28	19000	100	06/24/2014	ND	184	92.0	200	3.27		

Surrogate: 1-Chlorooctane 180 % 65.2-140

Surrogate: 1-Chlorooctadecane 338 % 63.6-154

Sample ID: POINT 1 @ 6" (H401886-02)

Chloride, SM4500CI-B		mg/kg		Analyzed By: AP						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
Chloride	5440	16.0	06/25/2014	ND	416	104	400	3.92		
TPH 8015M		mg/kg		Analyzed By: MS						S-06
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier	
GRO C6-C10	352	100	06/24/2014	ND	164	82.0	200	2.21		
DRO >C10-C28	5000	100	06/24/2014	ND	184	92.0	200	3.27		

Surrogate: 1-Chlorooctane 144 % 65.2-140

Surrogate: 1-Chlorooctadecane 216 % 63.6-154

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.



Celey D. Keene, Lab Director/Quality Manager

Analytical Results For:

 RICE ENVIRONMENTAL CONSULTING & SAFETY
 LAURA FLORES
 419 W. CAIN
 HOBBS NM, 88240
 Fax To: (575) 397-1471

Received:	06/24/2014	Sampling Date:	06/19/2014
Reported:	06/26/2014	Sampling Type:	Soil
Project Name:	ONSUREZ #001	Sampling Condition:	Cool & Intact
Project Number:	NONE GIVEN	Sample Received By:	Jodi Henson
Project Location:	VANGUARD		

Sample ID: POINT 2 @ SURFACE (H401886-03)

Chloride, SM4500CI-B		mg/kg		Analyzed By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	3920	16.0	06/25/2014	ND	416	104	400	3.92	
TPH 8015M		mg/kg		Analyzed By: MS					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<50.0	50.0	06/25/2014	ND	164	82.0	200	2.21	
DRO >C10-C28	1280	50.0	06/25/2014	ND	184	92.0	200	3.27	

Surrogate: 1-Chlorooctane 93.0 % 65.2-140

Surrogate: 1-Chlorooctadecane 139 % 63.6-154

Sample ID: POINT 2 @ 6" (H401886-04)

Chloride, SM4500CI-B		mg/kg		Analyzed By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	320	16.0	06/25/2014	ND	416	104	400	3.92	
TPH 8015M		mg/kg		Analyzed By: MS					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	06/25/2014	ND	164	82.0	200	2.21	
DRO >C10-C28	21.0	10.0	06/25/2014	ND	184	92.0	200	3.27	

Surrogate: 1-Chlorooctane 85.8 % 65.2-140

Surrogate: 1-Chlorooctadecane 89.4 % 63.6-154

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* = Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager

Analytical Results For:

 RICE ENVIRONMENTAL CONSULTING & SAFETY
 LAURA FLORES
 419 W. CAIN
 HOBBS NM, 88240
 Fax To: (575) 397-1471

 Received: 06/24/2014
 Reported: 06/26/2014
 Project Name: ONSUREZ #001
 Project Number: NONE GIVEN
 Project Location: VANGUARD

 Sampling Date: 06/19/2014
 Sampling Type: Soil
 Sampling Condition: Cool & Intact
 Sample Received By: Jodi Henson

Sample ID: POINT 2 @ 1' (H401886-05)
Chloride, SM4500Cl-B mg/kg Analyzed By: AP

Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	<16.0	16.0	06/25/2014	ND	416	104	400	3.92	

TPH 8015M mg/kg Analyzed By: MS

Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	06/25/2014	ND	164	82.0	200	2.21	
DRO >C10-C28	<10.0	10.0	06/25/2014	ND	184	92.0	200	3.27	

Surrogate: 1-Chlorooctane 81.3 % 65.2-140
Surrogate: 1-Chlorooctadecane 86.5 % 63.6-154

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* = Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager

Notes and Definitions

- S-06 The recovery of this surrogate is outside control limits due to sample dilution required from high analyte concentration and/or matrix interference's.
- ND Analyte NOT DETECTED at or above the reporting limit
- RPD Relative Percent Difference
- ** Samples not received at proper temperature of 6°C or below.
- *** Insufficient time to reach temperature.
- Chloride by SM4500Cl-B does not require samples be received at or below 6°C
Samples reported on an as received basis (wet) unless otherwise noted on report



Celey D. Keene, Lab Director/Quality Manager



August 12, 2014

LAURA FLORES

RICE ENVIRONMENTAL CONSULTING & SAFETY LLC

419 W. CAIN

HOBBS, NM 88240

RE: ONSUREZ #001

Enclosed are the results of analyses for samples received by the laboratory on 08/06/14 15:05.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-13-5. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/qa/lab_accred_certif.html.

Cardinal Laboratories is accredited through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

A handwritten signature in black ink that reads "Celey D. Keene". The signature is written in a cursive, flowing style.

Celey D. Keene

Lab Director/Quality Manager

Analytical Results For:

 RICE ENVIRONMENTAL CONSULTING & SAFETY
 LAURA FLORES
 419 W. CAIN
 HOBBS NM, 88240
 Fax To: (575) 397-1471

Received:	08/06/2014	Sampling Date:	08/04/2014
Reported:	08/12/2014	Sampling Type:	Soil
Project Name:	ONSUREZ #001	Sampling Condition:	Cool & Intact
Project Number:	NONE GIVEN	Sample Received By:	Kathy Perez
Project Location:	VANGUARD		

Sample ID: PT. 1 @ 1' (H402428-01)

Chloride, SM4500Cl-B		mg/kg		Analyzed By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	768	16.0	08/07/2014	ND	400	100	400	0.00	
TPH 8015M		mg/kg		Analyzed By: MS					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<50.0	50.0	08/08/2014	ND	171	85.5	200	8.57	
DRO >C10-C28	153	50.0	08/08/2014	ND	180	89.9	200	9.44	

Surrogate: 1-Chlorooctane 87.1 % 65.2-140

Surrogate: 1-Chlorooctadecane 109 % 63.6-154

Cardinal Laboratories

* = Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager

Notes and Definitions

- ND Analyte NOT DETECTED at or above the reporting limit
- RPD Relative Percent Difference
- ** Samples not received at proper temperature of 6°C or below.
- *** Insufficient time to reach temperature.
- Chloride by SM4500Cl-B does not require samples be received at or below 6°C
Samples reported on an as received basis (wet) unless otherwise noted on report



Celey D. Keene, Lab Director/Quality Manager

Appendix C

Photo Documentation

RICE Environmental Consulting and Safety (RECS)
P.O. Box 2948 Hobbs, NM 88241
Phone 575.393.2967

Vanguard Onsurez #001

Unit Letter C, Section 11, T23S, R28E



Source of release, facing south

6/19/14



Initial release area, facing southeast

6/19/14



Initial release area, facing northwest

6/19/14



Initial release area, facing southeast

6/19/14



Auguring for depth, facing southwest

8/5/14



Lease pad, facing north

8/5/14