

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

NMOCD Dist 2

Form C-141
Revised August 8, 2011

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

Release Notification and Corrective Action

nJMW1302332891

OPERATOR

Initial Report Final Report

Name of Company: Vanguard	Contact: JT Terry
Address: 4001 Penbrook, Suite 201, Odessa Texas 79762	Telephone No. 432-362-2209
Facility Name: South Culebra Bluff #2; 2RP #1517	Facility Type: Flow line

Surface Owner:	Mineral Owner:	API No. 30-015-22591
----------------	----------------	----------------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	14	23S	28E	1722	South	2032	East	Eddy

Latitude: N 32° 18' 10.78" Longitude: W 104° 3' 22.71"

NATURE OF RELEASE

Type of Release: produced water / B.S.	Volume of Release: 20-30 bbls	Volume Recovered: 0 bbls
Source of Release: Flow Line	Date and Hour of Occurrence: 12-29-12	Date and Hour of Discovery: 12-29-12 @ 3:00 pm
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom? Jacob Melancon	Date and Hour: 1-3-2013 @ 2:30 pm	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse: Not Applicable	

If a Watercourse was Impacted, Describe Fully.* Not Applicable

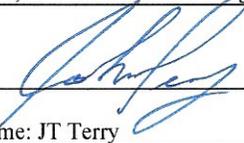
Describe Cause of Problem and Remedial Action Taken.*

Flow line in pasture began to leak causing 20-30 bbls of produced water and BS to flow to ground. No fluid was standing in pasture, backhoe began cleaning up pasture area by scraping and stockpiling.

Describe Area Affected and Cleanup Action Taken.*

Pasture area northeast of Reid Wells #1, took equipment to location, dug out and hauled visible contamination to disposal. Samples were collected and sent to the lab for testing. Based on laboratory analytical data contaminated soil was excavated and hauled to a state approved disposal facility and the excavation backfilled with clean soil.

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: JT Terry	Approved by Environmental Specialist: <i>MBratcher</i>	
Title: Production Foreman	Approval Date: 3/22/2016	Expiration Date: N/A
E-mail Address: jterry@vnrllc.com	Conditions of Approval: N/A	Attached <input type="checkbox"/>
Date: _____ Phone: 432-362-2209	FINAL	

* Attach Additional Sheets If Necessary

2RP-1517