

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

oed received  
on 2/9/18  
District II

Form C-141  
Revised April 3, 2017

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

### Release Notification and Corrective Action

#### OPERATOR

X Initial Report ☒ Final Report

Name of Company Vanguard Operating, LLC 258350	Contact Jason Fisher	
Address 5847 San Felipe, STE 3000 Houston, TX 77057	Telephone No. 505-918-0523	
Facility Name Arco State Battery	Facility Type Tank Battery	
Surface Owner	Mineral Owner State	API No. 3001539635

#### LOCATION OF RELEASE

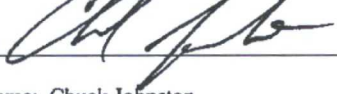
Unit Letter L	Section 24	Township 17S	Range 28E	Feet from the 1650	North/South Line South	Feet from the 530	East/West Line West	County Eddy
---------------	------------	--------------	-----------	--------------------	------------------------	-------------------	---------------------	-------------

Latitude 32.814395 Longitude -104.1366806 NAD83

#### NATURE OF RELEASE x 2 = 500 MCF

Type of Release Gas/Emissions	Volume of Release 250 MCFD	Volume Recovered 0
Source of Release Flare	Date and Hour of Occurrence 2-3-2018	Date and Hour of Discovery N/A
Was Immediate Notice Given? X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Amalia Bustamante by email	
By Whom? Chuck Johnston	Date and Hour 7:30 pm 2-3-2018	
Was a Watercourse Reached? <input type="checkbox"/> Yes X No	If YES, Volume Impacting the Watercourse.	
If a Watercourse was Impacted, Describe Fully.* N/A		
Describe Cause of Problem and Remedial Action Taken.* Purchaser found leak on their pipeline and requested a volume reduction while making repairs. Gas was sent to flare for two days.		
Describe Area Affected and Cleanup Action Taken.* No impact.		
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.		

#### OIL CONSERVATION DIVISION

Signature: 	Approved by Environmental Specialist: Accepted for record	
Printed Name: Chuck Johnston	Approval Date: 4/12/18	Expiration Date: N/A
Title: EHS Specialist	Conditions of Approval: Final	
E-mail Address: cjohnston@vnrenergy.com	Attached <input type="checkbox"/> 2RP-4608	
Date: 2-9-2018	Phone: 432-202-4771	

\* Attach Additional Sheets If Necessary

4/12/18B