

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

SEP - 5 2008
OCD-ARTESIA
Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

i SEB0827649379
n SEB0827649212

OPERATOR

Initial Report Final Report

Name of Company	Tandem Energy Corporation	Contact	Brandi Barthels
Address	P.O. Box 1559, Midland, TX 79702-1559	Telephone No.	1-361-935-9377
Facility Name	BGSAU 5-3	Facility Type	Water injection
BALLARD GRAYBURG SAN ANDRES UNIT 003 H			
Surface Owner	FEDERAL	Mineral Owner	
		Lease No. LC050906	

30 015 03331

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	8	18S	29E	330	South	2310	East	Eddy

Latitude 32.755312 Longitude -104.095272

NATURE OF RELEASE

Type of Release	Saltwater	Volume of Release	35 bbl	Volume Recovered	0
Source of Release	Injection line	Date and Hour of Occurrence	08/15/08 @ approx. 12:00 PM	Date and Hour of Discovery	08/15/08 @ 5:06 p.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher NMOCD		
By Whom?	Brandi Barthels	Date and Hour	8/15/08 5:45PM		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

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

Describe Cause of Problem and Remedial Action Taken.*

2" injection well line leaked. The leak was immediately repaired. Soil sampling will be conducted and a remedial action plan will be developed and executed.

Describe Area Affected and Cleanup Action Taken.*

Approximately a 20'X40' area was affected and the remedial action plan will be developed and executed for the site after soil sampling is conducted.

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: <i>Brandi Barthels</i>	Approved by District Supervisor:		Remediation Actions to be completed and Final C-141 submitted with confirmation analyses/documentation on or before the Expiration Date
Printed Name: Brandi Barthels	TCum by SB		
Title: Regulatory & Environmental Affairs Manager	Approval Date: 10-2-08	Expiration Date: 12-8-08	
E-mail Address: bbarthels@platenergy.com	Conditions of Approval:		Attached <input checked="" type="checkbox"/>
Date: 08-22-08 Phone: 361.935.9377	Within 30 days, on or before 11-8-08, completion of a remediation work plan based on delineation should be finalized and submitted for approval to the Division summarizing all actions taken and/or to be taken to mitigate environmental damage		2RP - 233

* Attach Additional Sheets If Necessary

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