

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

OPERATOR

Initial Report Final Report

Name of Company: Nadel and Gussman Permian, LLC		Contact: Bill Dougherty	
Address: 601 N. Marienfeld, Suite 508, Midland, TX 79707		Telephone No. 325-998-7107	
Facility Name: South Taylor 13 Federal #5		Facility Type: Oil Well	
Surface Owner U.S.A		Mineral Owner	API No. 30-015-37092

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	13	18 S	31 E	1697	SOUTH	1600	EAST	EDDY

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Oil and Water	Volume of Release 26 BBLs	Volume Recovered 24 BBLs
Source of Release Leaking Firetube Gasket	Date and Hour of Occurrence 10/19/2015 Early Morning	Date and Hour of Discovery 10/19/2015 10:00 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Shelley Tucker of the BLM on 10/19/2015 and Heather Patterson of OCD on 10/20/2015	
By Whom? Bill Dougherty	Date and Hour 10/19/2015 10:15 AM	
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.*

Describe Cause of Problem and Remedial Action Taken.*

The firetube gasket on the Heater Treater leaked.
A Double R Vacuum truck arrived on location sucked up all oil and produced water inside the berm and put back in production tanks.

Describe Area Affected and Cleanup Action Taken.*

Approx. 24 BBLs of oil and produced water were released into the separation equipment berm, which borders the location edge. Separation berm is lined with plastic. Approx. 2 BBL of spray and run off got off of location.

Weeds were sprayed down and approximately 3 yards of contaminated soil were scraped up and hauled to The R360 Disposal Site. One soil sample was taken off location behind the heater treater (Sample Report and Summary Attached).

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC D 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 NMOC D 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, NMOC D 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:	
Printed Name: Bill Dougherty	Approval Date: 11/17/2015	Expiration Date: N/A
Title: NM Field Superintendent	Conditions of Approval: FINAL	
E-mail Address: spresley@naguss.com	Attached <input type="checkbox"/>	
Date: 11/10/2015	Phone: 432-682-4429	

* Attach Additional Sheets If Necessary

2RP-3349