NM OIL CONSERVATION

ARTESIA DISTRICT

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

REGITIVITO to appropriate District Office in accordance with 19.15.29 NMAC.

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

Release Notification and Corrective Action

NAB1701342809	OPERATOR	🛛 Initial Report	S Final Report					
Name of Company: Vanguard Operating, LLC 258350	Contact : Chuck Johnston							
Address: 4001 Penbrook Suite 201 Odessa, TX 79762	Telephone No. 432-202-4771							
Facility Name: Jeffers 32 State #001	Facility Type: Tank Battery							

Surface Owner	Mineral Owner	API No. 30-015-30887

LOCATION OF RELEASE

Unit LetterSectionTownshipRangeFeet from theNorth/South LineFeet from theEast/West LineCountyJ3217 S28E2141S1665EastEddy									
	Unit Letter J	37	Township			North/South Line S		—	· · ·

Latitude_32.789692_____ Longitude_-104.194921____

NATURE OF RELEASE

Type of Release: Oil	Volume of Release: Less than 5 bbls	Volume Recovered: 0 Oil burned in fire				
Source of Release: Hole in heater treater fire tube ignited oil	Date and Hour of Occurrence	Date and Hour of Discovery 12-23-2016 11:47 pm				
Was Immediate Notice Given?	If YES, To Whom? Left message with Mike Bracther on 12-28-2016 then					
By Whom? Dennis Howard	Date and Hour: 12-28-2016					
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse.					
If a Watercourse was Impacted, Describe Fully.*	a .					
Describe Cause of Problem and Remedial Action Taken.* A hole developed in the fire tube of the heater treater igniting the oil and burning the heater treater and oil – all inside of the containment. Wells were shut						
in until the facility was repaired.						
Describe Area Affected and Cleanup Action Taken.* A vacuum truck removed the standing fluid in the containment (mainly fresh water sprayed by the fire department) and hauled to disposal. The charred gravel was removed and hauled to disposal. The heater treater was replaced by a used heater treater and the production lines replaced. Facility is back in service.						
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: Childhat		ATION DIVISION				
Printed Name: Chuck Johnston	Approved by Environmental Specialist					
Title: EHS / Operations Specialist	Approval Date: 1/12/17 Expiration Date: N/A					
E-mail Address: cjohnston@vnrllc.com	Conditions of Approval:	/ Attached				
Date: 1-6-2016 Phone:432-202-4771	FINA					