

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

AUG 14 2018

Form C-141
Revised April 3, 2017

DISTRICT II, ARTESIA, O.C.D.
Submit Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB1823257321

OPERATOR

X Initial Report X Final Report

Name of Company Vanguard Operating, LLC <i>258350</i>	Contact Jason Fisher
Address 5847 San Felipe, Ste. 3000 Houston, TX 77057	Telephone No. 505-918-0523
Facility Name Staley State Battery Staley State #001 Well	Facility Type Central Battery and Well Site

Surface Owner	Mineral Owner State	API No. 30-015-31284
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	30	17S	28E	2310	South	1650	East	Eddy

Latitude 32.8041534 Longitude -104.2117538 NAD83

NATURE OF RELEASE

Type of Release Gas	Volume of Release 118 mcf	Volume Recovered 0
Source of Release Flare	Date and Hour of Occurrence 8-10-2018	Date and Hour of Discovery
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
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.*

Frontier plant went down during the lightning storm. The gas flared for 5 hours until the plant was back on line.

Describe Area Affected and Cleanup Action Taken.*

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: <i>Chuck Johnston</i>	OIL CONSERVATION DIVISION	
Printed Name: Chuck Johnston	Signed By <i>Mike [Signature]</i> Approved by Environmental Specialist:	
Title: EHS Specialist	Approval Date: <i>8/20/18</i>	Expiration Date: <i>N/A</i>
E-mail Address: cjohnston@vnrenergy.com	Conditions of Approval: FINAL	Attached <input checked="" type="checkbox"/> <i>204932</i>
Date: 8-10-2018 Phone: 432-202-4771		

* Attach Additional Sheets If Necessary