

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

**HOBBS OGD**  
State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

DEC 31 2014

RECEIVED

Form C-141  
Revised August 8, 2011  
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 <b>GRAND BANKS ENERGY</b>		Contact <b>TERRY DUFFEY</b>	
Address <b>10 DESTA DRIVE MIDLAND, TX</b>		Telephone No. <b>432-978-1126</b>	
Facility Name <b>ANDERSON RANCH UNIT</b>		Facility Type <b>WELL #14</b>	
Surface Owner <b>NMEX STATE</b>	Mineral Owner <b>NMEX STATE</b>	API No. <b>30-025-00365</b>	

#### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<b>I</b>	<b>2</b>	<b>16S</b>	<b>32E</b>	<b>1980</b>	<b>SOUTH</b>	<b>660</b>	<b>EAST</b>	<b>LEA</b>

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

#### NATURE OF RELEASE

Type of Release <b>FLOWLINE LEAK</b>	Volume of Release <b>90 BBL</b>	Volume Recovered <b>NONE</b>
Source of Release	Date and Hour of Occurrence <b>↓</b>	Date and Hour of Discovery <b>↓</b>
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>12-15-14 AFTER 10AM</b>	<b>12-16-14 10AM</b>
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.\*  
**A STEEL LINE SUPPLYING POWER OIL TO A DOWNHOLE HYDRAULIC PUMP DEVELOPED A LEAK AT AN ELBOW IN THE LINE AS IT TURNED UPWARD FOR CONNECTION TO THE WELLHEAD**

Describe Area Affected and Cleanup Action Taken.\*  
**APPROXIMATELY 160 YDS OF OIL-CONTAMINATED SOIL WAS EXCAVATED AND REMOVED TO AN APPROVED LANDFILL. SOIL SAMPLES WILL BE TAKEN BEFORE THE AREA IS BACKFILLED W/ TOP SOIL**

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.

<b>OIL CONSERVATION DIVISION</b>	
Signature: <b>Terry Duffey</b>	Approved by Environmental Specialist:
Printed Name: <b>TERRY DUFFEY</b>	Approval Date: <b>1-5-15</b> Expiration Date: <b>3-5-15</b>
Title: <b>AGENT</b>	Conditions of Approval: <i>Site specific reports Relate &amp; remediate areas as per NMOCD guide. Submit Final C-141 by 3-5-15</i>
E-mail Address: <b>TERRY.DUFFEY@ATT.NET</b>	Attached <input type="checkbox"/> <b>12A 3469</b>
Date: <b>12-30-14</b> Phone: <b>432-978-1126</b>	

\* Attach Additional Sheets If Necessary

155471  
ATO 1500534087  
ATO 1510534 821

JAN 08 2015