

District I
1625 N. French Dr., Hobbs, NM 88201
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

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	GRAND BANKS ENERGY	Contact	JOHN KIMBERLY
Address	10 DESTA DR. MIDLAND TX 79705	Telephone No.	432-682-1044
Facility Name	ANDERSON RANCH ARJ#16	Facility Type	SWD
Surface Owner	SLO	Mineral Owner	SLO
		API No.	30-025-00368

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
T	2	16S	32E	1980	S	660	W	LEA

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	SALT WATER	Volume of Release	700 B	Volume Recovered	NONE
Source of Release	INJECTION LINE	Date and Hour of Occurrence	9-26	Date and Hour of Discovery	9-27-12
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input 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.*

DTW = 218' JARL 10/18/13

Describe Cause of Problem and Remedial Action Taken.*
STEEL NIPPLE NEAR WELLHEAD CORRODED-OUT

Describe Area Affected and Cleanup Action Taken.*
ABOUT 3-4 ACRES - NO RECOVERY DUE TO ABSORPTION

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>Terry Duffey</i>	OIL CONSERVATION DIVISION	
Printed Name:	TERRY DUFFEY	<i>Terry Duffey</i> Approved by Environmental Specialist	
Title:	AGENT	Approval Date:	10/18/13
E-mail Address:	TERRY.DUFFEY@ATT.NET	Expiration Date:	12/18/13
Date:	10-13-13	Phone:	432-686-9790
		Conditions of Approval: DELINEATE & REMEDIATE PER NMOCD GUIDELINES	Attached <input type="checkbox"/>
		SUBMIT FINAL C-141 BY 12/18/13	REP-2-14-3017

* Attach Additional Sheets If Necessary