

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, 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

**RECEIVED**

MAR 09 2009

**HOBBSOCD**

Form C-141  
Revised October 10, 2003

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

**Release Notification and Corrective Action**

**OPERATOR**

Initial Report  Final Report

Name of Company	John H. Hendrix Corporation	Contact	Carolyn Doran Haynes
Address	110 N. Marienfeld, Midland, TX 79702	Telephone No.	575-390-9689
Facility Name	AM Drinkard	Facility Type	Production facility
Surface Owner	S&D Ranch	Mineral Owner	Lease No.

**LOCATION OF RELEASE**

API # 30-025-1267-00-00 (AM DRINKARD 001)

Unit Letter	Section 30	Township T22S	Range R38E	Feet from the	North/South Line	Feet from the	East/West Line	County Lea
-------------	---------------	------------------	---------------	---------------	------------------	---------------	----------------	---------------

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

**NATURE OF RELEASE**

Type of Release <b>HISTORICAL HYDROCARBON</b>	Volume of Release <b>HISTORICAL</b>	Volume Recovered <b>HISTORICAL</b>
Source of Release <b>HISTORICAL UNKNOWN</b>	Date and Hour of Occurrence	Date and Hour Discovery <b>HISTORICAL</b>
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.\*  

WATER @ 100'

Describe Cause of Problem and Remedial Action Taken.\*  
The area is historical, weathered hydrocarbon hardpan located at the AM Drinkard battery. JHHC is voluntarily performing this housekeeping action to build a berm around the facility tanks for environmental protection measures.

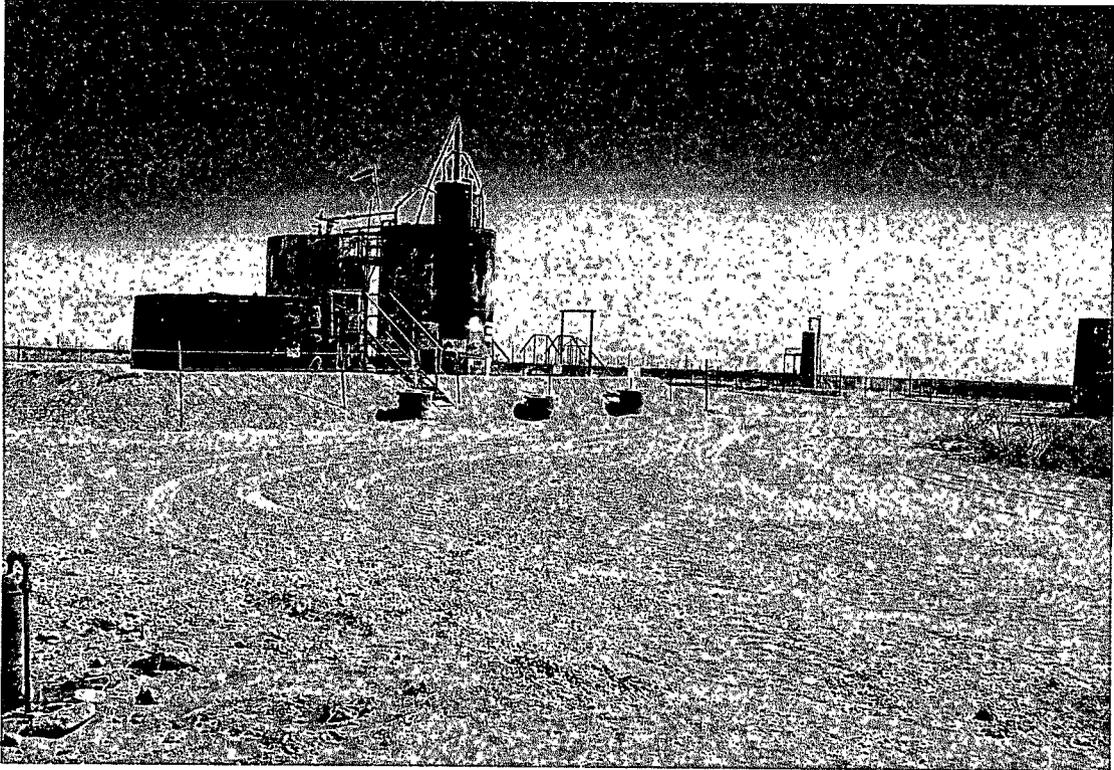
Describe Area Affected and Cleanup Action Taken.\*  
The impacted hardpan area has been excavated and a new berm has been built surrounding the production tanks and treating vessels. Impacted soils were transported to the John H. Hendrix Corp. landfarm. Ground water is >100' BGS at this location (USGS and NMOSE databases). Initial Chloride analysis was performed at Cardinal Labs. Photos are attached.

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.

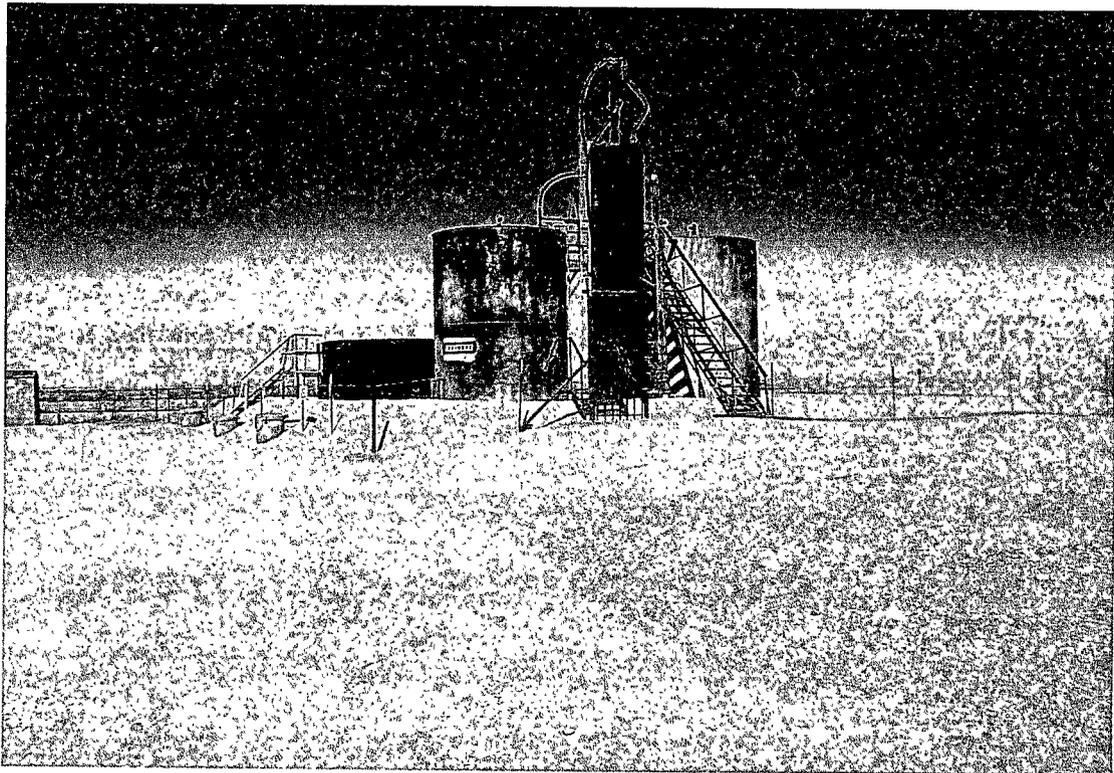
Signature: <i>Carolyn Doran Haynes</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Carolyn Doran Haynes	Approved by District Supervisor: <i>Jeffrey Lehman</i>	
Title:	Approval Date: 03/16/09	Expiration Date: —
E-mail Address: cdoranhaynes@jhhc.org	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 3/5/09 Phone: 575-390-9689		IRP-09-3-2122

\* Attach Additional Sheets If Necessary

PGRL0907553569



Completed berm



Completed berm



ANALYTICAL RESULTS FOR  
 JOHN H. HENDRIX CORPORATION  
 ATTN: CAROLYN DORAN HAYNES  
 P.O. BOX 910  
 EUNICE, NM 88231

Receiving Date: 03/05/09  
 Reporting Date: 03/05/09  
 Project Owner: NOT GIVEN  
 Project Name: NOT GIVEN  
 Project Location: NOTGIVEN

Analysis Date: 03/05/09  
 Sampling Date: 02/23/09 - 03/05/09  
 Sample Type: SOIL  
 Sample Condition: INTACT  
 Sample Received By: AB  
 Analyzed By: HM

LAB NO.	SAMPLE ID	Cl <sup>-</sup> (mg/kg)
H17021-1	BOYD 2-23-09	32
H17021-2	AM DRINKARD 2-26-09	32
H17021-3	COSSATOT 3-5-09	< 16
Quality Control		500
True Value QC		500
% Recovery		100
Relative Percent Difference		< 0.1

METHOD: Standard Methods	4500-ClB
--------------------------	----------

Note: Analyses performed on 1:4 w:v aqueous extracts.

*Cheryl Kune*  
 Chemist

03/06/09  
 Date

H17021 J. Hendrix

PLEASE NOTE. Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.



ANALYTICAL RESULTS FOR  
 JOHN H. HENDRIX CORPORATION  
 ATTN: CAROLYN DORAN HAYNES  
 P.O. BOX 3040  
 MIDLAND, TX 79702

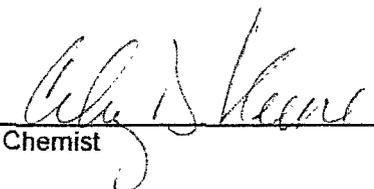
Receiving Date: 09/25/08  
 Reporting Date: 09/26/08  
 Project Number: JOHN H. HENDRIX CORPORATION  
 Project Name: AM DRINKARD #2  
 Project Location: T22S R38E SEC30 UNIT I

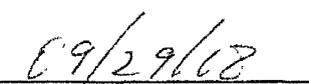
Sampling Date: 09/23/08  
 Sample Type: SOIL  
 Sample Condition: COOL & INTACT  
 Sample Received By: AB  
 Analyzed By: AB

	GRO	DRO
	(C <sub>6</sub> -C <sub>10</sub> )	(>C <sub>10</sub> -C <sub>28</sub> )
	(mg/kg)	(mg/kg)
LAB NUMBER SAMPLE ID		

ANALYSIS DATE	09/26/08	09/26/08
H15971-1 DEPRESSION FLOOR 1.5 FT BGS	<25.0	<25.0
Quality Control	584	586
True Value QC	500	500
% Recovery	117	117
Relative Percent Difference	9.6	18.5

METHODS: TPH GRO & DRO: EPA SW-846 8015 M

  
 \_\_\_\_\_  
 Chemist

  
 \_\_\_\_\_  
 Date

H15971 T JHC

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.