

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

Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

30-015-37845

Release Notification and Corrective Action

nmlb 1123836874 258462 OPERATOR Initial Report Final Report

Name of Company NADEL AND GUSSMAN HEYCO, LLC	Contact Keith Cannon or Tammy R. Link
Address PO Box 1936, Roswell 88202-1936	Telephone No. (575) 623-6601
Facility Name Aid State #6	Facility Type

Surface Owner USA	Mineral Owner State of New Mexico	Lease No. K-3630-2
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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
H	13	17S	28E	2310'	N	330'	E	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release 130 bbls of Water	Volume of Release 130 bbls	Volume Recovered 125 bbls
Source of Release Lightening struck Fiberglass Water Tank	Date/Hour of Release 8/11/2011	Date/Hour Discovered 8/11/11 4:00 pm
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Randy Dade w/OCD in Artesia	NOTICE NOT PROVIDED TO MRS
By Whom? Keith Cannon	Date and Hour 5:45 pm 8/11/2011	
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.*

Lightening struck Fiberglass Water Tank all fluid was contained by Dykes.
Fixed problem, remove water tank from Dykes.

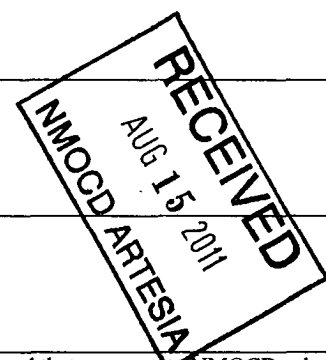
Describe Area Affected and Cleanup Action Taken.*

Removing contaminated gravel with liner, rebuilding Dyke and reline & set tanks.

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>Tammy Link</i>	OIL CONSERVATION DIVISION	
Printed Name: Tammy Link	Signed By <i>M. L. Brannon</i>	
Title: Engineering Tech	Approved by District Supervisor:	
E-mail Address: tlink@heycoenergy.com	Approval Date: AUG 26 2011	Expiration Date:
Date: 8/11/11 Phone: (505)623-6601	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 9/26/2011	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary



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