

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

**Release Notification and Corrective Action**

**OPERATOR**

☒ Initial Report ☒ Final Report

Name of Company	CANO PETRO OF NM.	Contact	GENE BROOKSHIRE
Address	801 CHERRY ST. FORT WORTH TX	Telephone No.	575-513-0286
Facility Name	CSAU # 558	Facility Type	DRILLING LOCATION

Surface Owner	Mineral Owner	Lease No.
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**LOCATION OF RELEASE**

API-30.025-2600

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	11	08S	30E	125	South	125	WEST	CHAVES

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

**NATURE OF RELEASE**

Type of Release	Volume of Release	Volume Recovered
Source of Release	Date and Hour of Occurrence	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.\*

Contamination removed leftover from drilling pit.

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>G. Leary</i>		OIL CONSERVATION DIVISION	
Printed Name: GREG LEARY		Approved by District Supervisor: <i>[Signature]</i>	
Title: AGENT		ENVIRONMENTAL ENGINEER	
E-mail Address:		Approval Date: 1.27.09	Expiration Date: -
Date: 1/20/09 Phone: 575-585-8127		Conditions of Approval:	Attached <input type="checkbox"/> 12P# 09.01.2063

\* Attach Additional Sheets If Necessary

FGRL0902751958



# ARDINAL LABORATORIES

PHONE (575) 393-2326 • 101 E MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR  
SWEATT  
ATTN: GREG LEARY  
P.O. BOX 827  
ARTESIA, NM 88210  
FAX TO: (575) 748-1230

Receiving Date: 12/19/08  
Reporting Date: 12/22/08  
Project Owner: NOT GIVEN  
Project Name: CANO PETRO  
Project Location: CSAU #558

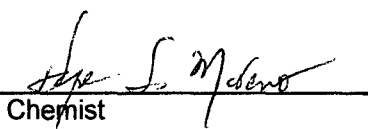
Analysis Date: 12/22/08  
Sampling Date: NOT GIVEN  
Sample Type: SOIL  
Sample Condition: INTACT  
Sample Received By: ML  
Analyzed By: HM

LAB NUMBER	SAMPLE ID	Cl <sup>-</sup> (mg/kg)
H16563-1	SW	16
H16563-2	NE	96
H16563-3	NW	160
H16563-4	SE	48
Quality Control		500
True Value QC		500
% Recovery		100
Relative Percent Difference		< 0.1

METHOD: Standard Methods

4500-Cl<sup>-</sup>B

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

  
Chemist

12-22-08  
Date

H16563 SWEATT

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.