

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	Gandy Corporation	Contact	Larry Gandy
Address	P.O. Box 2140, Lovington, NM 88260	Telephone No.	575-396-0522
Facility Name	Eidson State	Facility Type	Brine and Fresh Water Station
Surface Owner	Eidson Ranch	Mineral Owner	NM
		Lease No.	25-26883

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	31	16s	35e	567	South	162	West	Lea

Latitude 32° 52' 23" Longitude 103° 30' 16"

**NATURE OF RELEASE**

Type of Release	Brine water	Volume of Release	1800 bbl	Volume Recovered	750 bbl
Source of Release	Open valve	Date and Hour of Occurrence		Date and Hour of Discovery	05/03/09
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mark		9:00 am
By Whom?	Cecil Guillory	Date and Hour	05/03/09 10:00 am		
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 @ 76'

Describe Cause of Problem and Remedial Action Taken.\*

Vandals removed lock and opened valve on brine tank running water down bar ditch. Vacuum trucks picked up fluids and hauled to SWD.

Describe Area Affected and Cleanup Action Taken.\*

Bar ditches north of battery. One call made, Remediation Plan will be submitted.

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>Larry Gandy</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name:	Larry Gandy	Approved by	<i>Jeffrey Leasing</i> ENV ENGR District Supervisor
Title:	Secretary/Treasurer	Approval Date:	05/05/09
E-mail Address:		Expiration Date:	07/03/09
Date:	05/04/09	Conditions of Approval:	SUBMIT FINAC C-141 BY
Phone:	575-396-0522	Attached	<input type="checkbox"/>
			IRP-09-5-2172

\* Attach Additional Sheets If Necessary

FGRL091230950