

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

Form C-141
Revised March 17, 1999

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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 Hanson Operating Company, Inc.	Contact Carol J. Garcia
Address P. O. Box 1515, Roswell, NM 88202	Telephone No. 505-622-7330
Facility Name Hanlad State #1	Facility Type Oil Well
Surface Owner	Mineral Owner State of New Mexico
	Lease No. LG-7425

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	27	10S	27E	660	North	660	West	Chaves

NATURE OF RELEASE

Type of Release Oil	Volume of Release 2 gallons	Volume Recovered 1 gallon
Source of Release Well Head	Date and Hour of Occurrence Unknown	Date and Hour of Discovery 9/19/2001
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.*

RECEIVED
000 ARTESIA

Describe Cause of Problem and Remedial Action Taken.*

Well head leak. Repaired well head. Removed contaminated soil on 10/16/2001

Describe Area Affected and Cleanup Action Taken.*

Removed contaminated soil around well head.

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>Carol J. Garcia</i>	OIL CONSERVATION DIVISION	
Printed Name: Carol J. Garcia	Approved by District Supervisor: <i>Jim W. Green</i>	
Title: Production Analyst	Approval Date: 5/3/2002	Expiration Date:
Date: 12/12/2001 Phone: 505-622-7330	Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary