

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

X Initial Report ☐ Final Report

| | | | |
|-----------------|--|----------------------|--------------|
| Name of Company | Grand Banks Energy | Contact | Denise Jones |
| Address | 10 Desta Drive, Ste 300-E, Midland, TX 79705 | Telephone No. | 432-620-9181 |
| Facility Name | Anderson Ranch Unit # 16 | Facility Type | Disposal |
| Surface Owner | Mineral Owner | API No. 30-025-00368 | |

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| T | 2 | 16S | 32E | 1980 | South | 660 | West | Lea |

Latitude 32.9489403 Longitude -103.7435379

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|-------------------|----------------------------|-----------------|
| Type of Release | Spill of oil and water | Volume of Release | 2000 bbls | Volume Recovered | 1990 bbls |
| Source of Release | SWD Water Tank | Date and Hour of Occurrence | 8/10/16 6:00AM | Date and Hour of Discovery | 8/10/16 2:00 PM |
| Was Immediate Notice Given? | X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | Jamie Keyes | | |
| By Whom? | Denise Jones | Date and Hour | 08/10/2016 3:00PM | | |
| Was a Watercourse Reached? | <input type="checkbox"/> Yes X No | If YES, Volume Impacting the Watercourse. | | | |

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*


Storm in the area turned the pump off and shut down the automation system thus causing the tanks to overflow.

Describe Area Affected and Cleanup Action Taken.*

750' x 15' around facility. 1990 bbls (10 bbls oil and 1980 bbls water) were contained within the lined dike and recovered. Approximately 10 bbls contaminated a small portion of soil which we are removing and remediating. Hungry Horse Environmental is working on the clean-up.

*Note - in the original report, it was not reported that the majority of the spill was contained within the lined dike. This report is to clarify that information.

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:  | OIL CONSERVATION DIVISION | | |
| Printed Name: Denise Jones | Approved by Environmental Specialist: | | |
| Title: Regulatory Analyst | Approval Date: | Expiration Date: | |
| E-mail Address: djones@cambridgiantmgmt.com | Conditions of Approval: | | Attached <input type="checkbox"/> |
| Date: 09/01/2016 | Phone: 432-620-9181 | | |

* Attach Additional Sheets If Necessary