

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 | Southern Union Gas Services, Ltd. | Contact | Tony Savoie |
| Address | P.O. Box 1226 Jal, N.M. 88252 | Telephone No. | 505-395-2116 |
| Facility Name | Lea County Field Dept. | Facility Type | Natural Gas Gathering |

| | | |
|--------------------------|------------------------|-----------|
| Surface Owner: Dinwiddie | Mineral Owner: Federal | Lease No. |
|--------------------------|------------------------|-----------|

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|---------------|
| Unit Letter D | Section 11 | Township 26S | Range 33E | Feet from the | North/South Line | Feet from the | East/West Line | County Lea |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|---------------|

Latitude N32 3.911 Longitude W103 32.949

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release : Natural Gas and produced water | Volume of Release: 236 MCF Nat. Gas < 5 bbls of produced water. | Volume Recovered 0 |
| Source of Release : 16" Natural Gas Pipeline | Date and Hour of Occurrence Not Known | Date and Hour of Discovery 5/8/07 Time: 9:30 a.m.. |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Gary Wink | |
| By Whom? Buddy Hill | Date and Hour: 5/8/07 10:00 p.m. | |
| 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.*

A 16" Natural Gas pipeline operating at approximately 35 PSI developed a leak. The line was shut in and blown down approximately 333 mch of natural gas was released during the blow-down event. There was no H2S observed being released during the leak assessment or the blow down event.

Describe Area Affected and Cleanup Action Taken. The affected area measured approximately 30 ft. by 40ft. of pasture land and right-of-way road. The damaged pipe will be replaced 5/9/07 and the affected area will be remediated in accordance to the NMOCD guidelines for leaks and spills.

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: <u>Tony Savoie</u> | | OIL CONSERVATION DIVISION | |
| Printed Name: John A. "Tony" Savoie | | Approved by District Supervisor: <u>[Signature]</u> | |
| Title: Remediation Supervisor | Approval Date: 5.22.07 | Expiration Date: 7.22.07 | |
| E-mail Address: tony.savoie@sug.com | Conditions of Approval: | | Attached <input type="checkbox"/> |
| Date: 5/9/07 | Phone: 505-395-2116 | SUBMITAL OF FINAL C-141 BY | |

* Attach Additional Sheets If Necessary

W/ ALL SURVEYING DATA ATTACHED

incident - n PAC0714240422
application - n PAC0714240539

RPT# 1309