

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 Torch Energy Services, Inc.	Contact Mr. Leon Earles
Address 2600 W IH 20 Odessa, TX 79763	Telephone No. 423-580-8500
Facility Name Cooper Jal Unit # 138 409	Facility Type Oil & Gas

Surface Owner Woolworth Trust Ranch	Mineral Owner Torch Energy Services, Inc.	Lease No. 141560
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API# 30025325700000

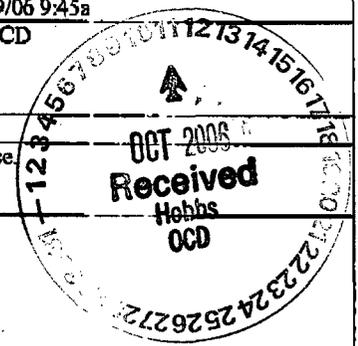
LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	24	24S	36E		850 from N		1650 from W	Lea

Latitude 32 12' 8.1" Longitude 103 13" 5.5"

NATURE OF RELEASE

Type of Release Oil and water	Volume of Release unknown	Volume Recovered 70 bbls (25bbls Oil)
Source of Release Flowline Rupture	Date and Hour of Occurrence 10/9/06 before 9:45a	Date and Hour of Discovery 10/09/06 9:45a
Was Immediate Notice Given? Required <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not	If YES, To Whom? Gary Wink with the OCD	
By Whom?	Date and Hour 10/09/06 9:45a	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	
If a Watercourse was Impacted, Describe Fully.* N/A		



Describe Cause of Problem and Remedial Action Taken.* Flowline ruptured from a leaking sleeve. Line was shut-in upon discovery and repaired. Vacuum trucks were called in to remove all free standing fluid.

Describe Area Affected and Cleanup Action Taken.* The area affected was primarily a right-of-way and a lease road. Corrective action plan is to disc affected soil area in right-of-way and add fertilizer and hay to bioremediate in place.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMC CD 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>D. Frick</i>	OIL CONSERVATION DIVISION		
Printed Name: Daniel Q Frick	Approved by District Supervisor:		
Title: Consultant	Approval Date:	Expiration Date:	
E-mail Address: d2frick@mindspring.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date: 10/11/06	Phone: (713) 978-6700		

* Attach Additional Sheets If Necessary

incident - n PAC0628530911
application - p PAC0628531058

RP# 1075