

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 October 10, 2003

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 EAGLE RESOURCES, LP	Contact RORY McMINN
Address P.O. BOX 3900: ROSWELL, NM 88202-3900	Telephone No. 505/622-8800
Facility Name SPEIGHT #1	Facility Type PUMPING GAS WELL
Surface Owner WOODY INVESTMENTS	Mineral Owner FEE
Lease No. 30-041-20819	

LOCATION OF RELEASE

Unit Letter	Section 22	Township 2-S	Range 29-E	Feet from the 1400'	North/South Line FSL	Feet from the 1280'	East/West Line FEL	County ROOSEVELT
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Latitude N34°08.888' Longitude W103° 52.859'

NATURE OF RELEASE

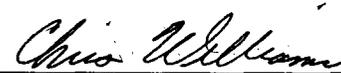
Type of Release PRODUCED WATER	Volume of Release 8 to 14 Bbls	Volume Recovered 0
Source of Release RUPTURED 1' WATER LINE	Date and Hour of Occurrence BETWEEN 4:30 PM AUG. 30, 2006 AND 2:30 PM AUG 31, 2006	Date and Hour of Discovery PUMPER NOTIFICATION AT 2:47 PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? OCD DISTRICT 1 OFFICE, IN HOBBS, NM VIA FAX	
By Whom? RORY McMINN	Date and Hour 8-31-06 @ 4:00 P.M. (APPROXIMATELY)	
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. PRODUCED WATER GRAVITATED TO NEAREST LOW SPOT WHICH IS THE CENTER OF THE CALICHE LEASE ROAD APPROXIMATELY 40 FEET WEST OF WELLHEAD. VACUUM TRUCK UNAVAILABLE UNTIL FRIDAY, SEPTEMBER 1, MID AFTERNOON. CURRENT TEMPERATURE 81° WITH A SOUTHERLY WIND AT 13 TO 15 MPH. WATER WILL BE GONE BEFORE VACUUM TRUCK ARRIVES.

Describe Area Affected and Cleanup Action Taken.* AREA IS APPROXIMATELY 15' WIDE BY 10' 1" TO 3" DEEP. WATER REMAINING UPON ARRIVAL OF VACUUM TRUCK SEPT. 1, WILL BE REMOVED. VACUUM TRUCK VENDOR CANCELLED UNTIL TUESDAY SEPTEMBER 5. FIELD RECEIVED IN EXCESS OF 2.5 INCHES OF RAIN FROM SATURDAY EVENING UNTIL MONDAY AFTERNOON. SLOPPY UNPASSABLE ROADS AND LEAKED PRODUCED WATER WAS TOTALLY DILUTED. BALL VALVE SHUT ON BOTH ENDS OF SPLIT POLY FLOWLINE UNTIL ROUSTABOUTS CAN EFFECT A REPAIR., POLY LINE BEING BY-PASSED WITH EXISTING STEEL LINE.

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: RORY McMINN	Approved by District Supervisor: 	
Title: MANAGER	Approval Date: 10/23/06	Expiration Date:
E-mail Address: rorym@eaglenrg.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: SEPTEMBER 20, 2006	Phone: 505/622-8800 OFFICE	

* Attach Additional Sheets If Necessary

Incident - NPAC0629727003
Application - PPAC0629727185

RP# 1099