

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 <i>Latigo Petroleum, INC</i>	Contact <i>Pat Ellis</i>
Address <i>P.O. Box 10340 Midland, TX 79702</i>	Telephone No. <i>(432) 685-8148</i>
Facility Name <i>Baylus Cade Federal #10</i>	Facility Type <i>Well</i>

Surface Owner <i>FEDERAL</i>	Mineral Owner	Lease No. <i>NMLC 034711</i>
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LOCATION OF RELEASE

API 30-025-33887

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<i>L</i>	<i>35</i>	<i>23S</i>	<i>37E</i>	<i>1692'</i>	<i>FSL</i>	<i>442'</i>	<i>FWL</i>	<i>LCA</i>

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release <i>WATER + OIL</i>	Volume of Release <i>40 BBLs</i>	Volume Recovered <i>35 BBLs</i>
Source of Release <i>3" Polypipe Flowline</i>	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <i>Answering Automated service</i>	<i>12-21-06 @ 3:45 PM</i>
By Whom? <i>Pat Ellis</i>	Date and Hour <i>12-21-06 @ 6:00 PM</i>	
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.*

NONE

Describe Cause of Problem and Remedial Action Taken.*

A 3" polypipe flowline froze and burst. The line was repaired.

Describe Area Affected and Cleanup Action Taken.*

The area affected was approximately 18' x 30' spill area in pasture. All free fluids were removed by vacuum truck. Highlander Environmental was contacted to evaluate + remediate spill area.

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>Patrick L. Ellis</i>	OIL CONSERVATION DIVISION	
Printed Name: <i>PATRICK L. ELLIS</i>	Approved by District Supervisor: <i>[Signature]</i>	
Title: <i>EHS Supervisor</i>	Approval Date: <i>6.5.07</i>	Expiration Date: <i>8.5.07</i>
E-mail Address: <i>ellis.p@pogoproducing.com</i>	Conditions of Approval: <i>FINAL REPORT BY</i>	
Date: <i>1-3-07</i> 432 Phone: <i>685-8148</i>	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

RA# 1425