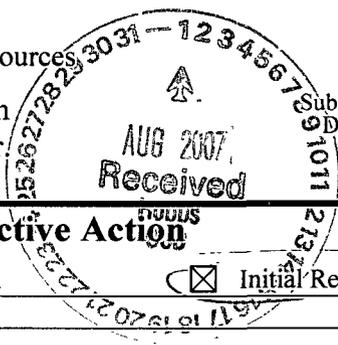


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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



mc-16"

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: Wanda Jones	Mineral Owner: Fee	Lease No.
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LOCATION OF RELEASE

Unit Letter C	Section 34	Township 22S	Range 36E	Feet from the	North/South Line	Feet from the	East/West Line	County Lea
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Latitude N32 21.135 Longitude W103 15.345

NATURE OF RELEASE

Type of Release : Crude Oil, Produced water, and Natural Gas	Volume of Release: 60 Bbbls Fluid and 80 MCF Nat. Gas	Volume Recovered 40 Bbbls crude Oil and produced water
Source of Release : 16" Natural Gas Pipeline	Date and Hour of Occurrence not known	Date and Hour of Discovery 7/21/07 Time: 7:00 p.m.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? NMOCD on call representative	
By Whom? Tony Savoie	Date and Hour: 7/21/07 7:15 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 gathering line developed a leak due to excess fluid delivered by a producer caused the line to pressure up and leak fluid and natural gas. Crews began shutting the line in at 7:45 pm. Approximately 40 bbls of fluid was recovered before the line was shut in and allowed to blow down. A 200 ft. section of the 16" line was replaced on 7/23/07.

Describe Area Affected and Cleanup Action Taken. All of the affected area was contained to the lease road measuring approximately 1600 square feet. The final remediation will follow the NMOCD guidelines for the remediation of 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: Tony Savoie		OIL CONSERVATION DIVISION	
Printed Name: <i>Tony Savoie</i> John A. Savoie		Approved by District Supervisor: <i>John A. Savoie</i>	
Title: Remediation Supervisor	Approval Date: 8-2-07	Expiration Date: 10-2-07	
E-mail Address: tony.savoie@sug.com	Conditions of Approval:		Attached <input type="checkbox"/> ↑
Date: 7/31/07	Phone: 505-395-2116	SUBMIT FINAL C-141 OF SUPPORTING DOCUMENTATION BY	

* Attach Additional Sheets If Necessary

RP# 1511

