

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: Targa Midstream Services L P | Contact: James Lingnau 505.394.2534, Chuck Tolsma 505.631.6026 |
| Address: PO Box 1909 Eunice, NM 88231 | Telephone No. (505) 394-2534 |
| Facility Name: Eunice Gathering System | Facility Type |

| | | |
|----------------------|----------------|-----------|
| Surface Owner: Range | Mineral Owner: | Lease No. |
|----------------------|----------------|-----------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| G | 6 | 22S | 37E | | | | | Lea |

Latitude 32.2505.718N Longitude 103.1159.256W

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release: Gas and Produced Liquids | Volume of Release: 13mcf of gas and 2 to 5 barrells of liquid | Volume Recovered: None |
| Source of Release: ¼ hole in 20" Pipeline | Date and Hour of Occurrence: 6/12/08 2PM | Date and Hour of Discovery 6/12/08 2PM |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour | |
| 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 20 inch gathering line had a leak and released gas and any produced liquids that were lying in the line. Line was repaired with clamp and 300 feet of pipe ordered to be replaced. When pipe is replaced area will be cleaned to meet OCD guidelines.

Describe Area Affected and Cleanup Action Taken.*

Targa will excavate and sample the area of contamination and remove any contaminated soil. The area will be cleaned and tested per OCD Guidelines.

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>Don Embrey</i> | OIL CONSERVATION DIVISION <i>[Signature]</i> | |
| Printed Name: Don Embrey | ENVIRONMENTAL ENGINEER | |
| Title: Advisor | Approval Date: 7.8.08 | Expiration Date: 9.8.08 |
| E-mail Address: dembrey@targaresources.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 6/22/08 Phone: (432) 688-0546 | SUBMIT FINAL C 141 | IRP # 1895 |

* Attach Additional Sheets If Necessary