

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 RP#1512

OPERATOR

Initial Report Final Report

| | |
|--|--|
| Name of Company EOG Resources, Inc. | Contact Hector Serna |
| Address P. O. Box 2267 Midland Texas 79702 | Telephone No 505-395-2285 or 505-631-0528. |
| Facility Name Madera Ridge 24 #1 | Facility Type Pipeline |
| Surface Owner State of New Mexico | Mineral Owner State of New Mexico |
| API 30-025-29008 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| J | 24 | 24s | 33E | 1980 | South | 1980 | East | Lea |

Latitude_ 32°11.743 Longitude_W 103°31.317

WTR 75'

NATURE OF RELEASE

| | | |
|--|--|--|
| Type of Release Water | Volume of Release 10-15 bbls | Volume Recovered None |
| Source of Release Pipeline leak | Date and Hour of Occurrence Unknown | Date and Hour of Discovery 7/26/07- 12:00 noon |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? EOG Midland Office & Pat Richards - Hobbs OCD | |
| By Whom? Hector Serna/Raymie Abney | Date and Hour 7/26/07 12:00 noon | |
| 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.*

Gas pipeline developed 2 leaks southeast of facility. Lease operator shut in gas supply to pipeline and notified supervisors at EOG Midland Division and Pat Richards, Sylvia Dickey & Buddy Hill at Hobbs OCD.

Describe Area Affected and Cleanup Action Taken.

Pasture Land. Shut in gas supply to pipeline. Initiated one calls. Set up routine maintenance checks on pipeline. Repaired pipeline. Soil samples taken to Cardinal Labs. Decontaminate area of spill where leak occurred. Haul off contaminated soil to CRI. Reseeded area of spill for local vegetation. *

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>Renee Jarratt</i> | OIL CONSERVATION DIVISION | |
| Printed Name: Renee Jarratt | <i>[Signature]</i> Approved by District Supervisor: ENVIRONMENTAL ENGINEER | |
| Title: Environmental Rep.: | Approval Date: 12-18-08 | Expiration Date: |
| E-mail Address :renee_jarratt@egoresources.com | Conditions of Approval: | Attached RP #1512 |
| Date: 12/15/2008 Phone: 432-686-3684 | | |

* Attach Additional Sheets If Necessary