

RECEIVED

JUN 11 2009

Form C-141
Revised October 10, 2003

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

HOBSOCD
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: Tim Jordan or Ralph England |
| Address: PO Box 1689 Lovington, NM 88260 | Telephone No. (575) 396-3221 |
| Facility Name: Saunders Plant | Facility Type: Gas Processing Plant |

| | | |
|--------------------------------------|----------------|-----------|
| Surface Owner: Etchevery (Middle) | 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 |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| A | 1 | 15S | 33E | | | | | Lea |

Latitude N33.05005 Longitude W103.56204

NATURE OF RELEASE

| | | |
|--|---|---|
| Type of Release: Natural Gas and Produced Liquid | Volume of Release: Approximately 14.15 mcf of raw gas and unknown amount of Produced liquid. | Volume Recovered: 0 |
| Source of Release: Hole in 4" Pipeline with 14 psig of pressure passing about 70mcf of natural gas with containing 2500ppm of H2S. Line has been taken out of service. | Date and Hour of Occurrence: Not sure | Date and Hour of Discovery 05/05/09 Line monitor aircraft discovered leak. |
| 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 4 inch gathering line had a leak and released gas and any produced liquids that were lying in the line. Line was repaired with clamp. Line has been taken out of service to prevent future contamination. Contaminated soil will be hauled to an approved landfill. Area will be cleaned to meet OCD guidelines. Line monitor aircraft discovered leak. | | |
| Describe Area Affected and Cleanup Action Taken.* Targa will excavate the contaminated area from leak to include runoff. Contaminated soil will be hauled to an approved landfarm. | | |
| 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 | |
| Printed Name: Don Embrey | <i>J. Johnson</i> | |
| Title: Training Specialist | Approved by District Supervisor: | ENVIRONMENTAL ENGINEER |
| E-mail Address: dembrey@targaresources.com | Approval Date: 6.11.09 | Expiration Date: 9.11.09 |
| Date: 06/09/09 Phone: (432) 688-0546 | Conditions of Approval: | Attached <input type="checkbox"/> |
| | | IRP* 09.6.2201 |

* Attach Additional Sheets If Necessary

FGR L 0916355498