

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

Form C-141
Revised October 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

| | |
|---|-------------------------------------|
| Name of Company: Enterprise Field Services LLC | Contact: Don Fernald |
| Address: c/o Environmental Dept. P.O. Box 4324 Houston, Texas 77210-4324 | Telephone No. 505-599-2124 |
| Facility Name: 2C-37 | Facility Type: pipeline - gathering |

| | | |
|---------------------------------------|---------------|-----------|
| Surface Owner: Jicarilla Apache Tribe | Mineral Owner | Lease No. |
|---------------------------------------|---------------|-----------|

LOCATION OF RELEASE

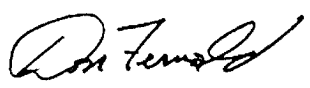
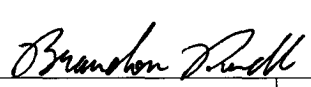
| | | | | | | | | |
|------|---------------|------------------|--------------|---------------|------------------|---------------|----------------|----------------------|
| Unit | Section 19 | Township 25 N | Range 4 W | Feet from the | North/South Line | Feet from the | East/West Line | County Rio Arriba |
|------|---------------|------------------|--------------|---------------|------------------|---------------|----------------|----------------------|

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release: natural gas & liquids | Volume of Release: 2904 mcf | Volume Recovered: 0 |
| Source of Release: Pipeline | Date and Hour of Occurrence before 4/28/10 | Date and Hour of Discovery 4/28/10 - 8:00 AM |
| Was Immediate Notice Given? Notice provided once gas loss determined. <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Brandon Powell / NMOCD - Aztec, NM | RCVD MAY 10 '10 OIL CONS. DIV. |
| By Whom? Don Fernald | Date and Hour: 5/5/10 - 10:15 AM | DIST. 2 |
| 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.* N/A | | |
| Describe Cause of Problem and Remedial Action Taken.* Internal pipeline corrosion suspected at causing leak of natural gas and liquids from pipeline - approximately 1 bbl of liquids released. Excavation and removal of hydrocarbon impacted soil completed on 5/4/10. Gas loss determined at 2904 mcf includes leak/blowdown/purge. | | |
| Describe Area Affected and Cleanup Action Taken.* Remedial activities include removing hydrocarbon impacted soils in accordance with NMOCD requirements. | | |
| 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. | | |

OIL CONSERVATION DIVISION

| | | |
|--|--|-----------------------------------|
| Signature:  | Approved by District Supervisor: | |
| Printed Name: Don Fernald |  For: LP | |
| Title: Environmental Scientist | Approval Date: 9/22/10 | Expiration Date: |
| E-mail Address: dferald@eprod.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 5/5/10 Phone: 505-599-2124 | | |

* Attach Additional Sheets If Necessary

nBP1026628301