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                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                      |               |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------|---------------|-------------|---------------------|---------|----------------------------------------------------------------------------------|-------------------------|---|-------------------------------|----------------------------------|--------------|--|
| MLN                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | N 132                                                | 10534         | 120         |                     | (       | OPERA:                                                                           | ГOR                     |   | ☐ Initia                      | al Report                        | Final Report |  |
| Name of Co                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                      |               |             | ces LLC <b>/000</b> |         | Contact Jin                                                                      |                         |   |                               |                                  |              |  |
| PO Box 4324, Houston, TX 77252 Telephone No. 432-686-5404                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                      |               |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |
| Facility Name Pipeline ROW, Mercury Fee Line #2 Facility Type: Gas Gathering Pipeline                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                      |               |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |
| Surface Owner Multiple Owners Mineral Owner                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                      |               |             |                     |         | NA Lease No. NA                                                                  |                         |   |                               |                                  |              |  |
| LOCATION OF RELEASE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |                                                      |               |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |
| Unit Letter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | Init Letter Section Township Range 28E Feet from the |               |             |                     | North/S | orth/South Line   Feet from the   Eas                                            |                         |   | st/West Line   County<br>Eddy |                                  |              |  |
| Latitude 32.290992 N Longitude 104.118262 W                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                      |               |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |
| NATURE OF RELEASE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                      |               |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |
| Type of Release Natural Gas                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                      |               |             |                     |         | Volume of Release 1,317 MCF Volume Re                                            |                         |   |                               |                                  |              |  |
| Source of Release Pipeline Leak                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                      |               |             |                     |         | ·                                                                                |                         |   | 06/14/201                     | 1 Hour of Discovery<br>212 12:20 |              |  |
| Was Immediate Notice Given?   ☐ Yes ☐ No ☐ Not Required                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                                      |               |             |                     |         | If YES, To Whom?  Mike Bratcher via Telephone                                    |                         |   |                               |                                  |              |  |
| By Whom? Jim Heap                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                      |               |             |                     |         | Date and Hour 06/14/2012 14:25                                                   |                         |   |                               |                                  |              |  |
| Was a Watercourse Reached?                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                      |               |             |                     |         | If YES, Volume Impacting the Watercourse.                                        |                         |   |                               |                                  |              |  |
| ☐ Yes ⊠ No                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                      |               |             |                     |         |                                                                                  |                         | 1 |                               |                                  | 7            |  |
| If a Waterco                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | urse was Im                                          | pacted, Descr | ibe Fully.* | :                   |         | <del></del>                                                                      |                         | T | TILL                          | CIVED                            |              |  |
| !                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                      |               |             |                     |         |                                                                                  |                         |   | JUN                           | <b>18</b> 2012                   |              |  |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                      |               |             |                     |         |                                                                                  |                         |   | UNAOC!                        | ARTES!                           |              |  |
| Describe Cause of Problem and Remedial Action Taken.*  The 600 feet of 6-inch line was isolated. Producers were notified of production shut down. Line will be blown-down, repairs completed and returned to service.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                      |               |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |
| Describe Area Affected and Cleanup Action Taken.*                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                      |               |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |
| 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:  Printed Name: Matthew E. Marra                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                      |               |             |                     |         | Approved by District Supervisor:  Approved by District Supervisor:  NMOCD  NMOCD |                         |   |                               | <b>d</b>                         |              |  |
| Title: Senior Director, Environmental                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                      |               |             |                     |         |                                                                                  | te:                     |   | Expiration                    | Date:                            | _            |  |
| E-mail Address: memarra@eprod.com                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                      |               |             |                     |         |                                                                                  | Conditions of Approval: |   |                               | Attached                         |              |  |
| Date: 6-1                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | 5-12                                                 | 4             |             |                     |         |                                                                                  |                         |   |                               |                                  |              |  |

\*Attach Additional Sheets If Necessary

\$\int JMW 1321052848

1\int JMW 1321053640

2RP-1769



June 15, 2012

Return Receipt Requested 7011 3500 0000 4035 7646

Mr. Mike Bratcher New Mexico Oil Conservation Division District 2 Office 811 South First Street Artesia, New Mexico 88210

RE:

Form C-141 Report for Enterprise Products

Mercury Fee Line Release

Mr. Dade:

Enclosed, please find the requisite C-141 Form for the release on our Mercury Fee Line in Eddy County.

This is sent pursuant to 29 (19.15.29) NMAC and as follow-up to verbal notification to you on June 15, 2012 by Jim Heap.

If you have any questions or need more information, please contact Jim Heap by phone at 432-686-5404, by email at jkheap@eprod.com or me at 713-318-6684.

Regards,

Matthew E. Marra

Sr. Director, Environmental

/bjm

Attachments

JUN 1 8 2012
NMOCD ARTESIA