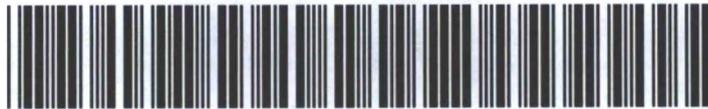




AE Order Number Banner

Report Description

This report shows an AE Order Number in Barcode format for purposes of scanning. The Barcode format is Code 39.



App Number: pJXK1604731189

1RP - 2727

SOUTHERN UNION GAS SERVICES LTD

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

HOBBS OCD

DEC 13 2011

Form C-141
Revised October 10, 2003

RECEIVED

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	Southern Union Gas Services	Contact	Rose Slade
Address	P.O. Box 1226 Jal, New Mexico 88252	Telephone No.	432-940-5147
Facility Name	Trunk "M" Historical	Facility Type	Natural Gas Pipeline
Surface Owner	State of New Mexico	Mineral Owner	API No 30-025-28822

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	30	22S	37E					Lea

Latitude 32 degrees 21' 57.49" Longitude 103 degrees 12' 36.612"

NATURE OF RELEASE

Type of Release	Natural Gas and Crude Oil	Volume of Release	Unknown	Volume Recovered	None
Source of Release	20-Inch Steel Pipeline (Low Pressure)	Date and Hour of Occurrence	Unknown	Date and Hour of Discovery	June 24, 2011
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" 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.*

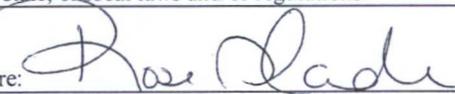
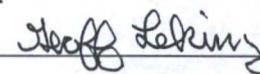
Describe Cause of Problem and Remedial Action Taken.*

Failure of a segment of the twenty (20) inch low pressure steel pipeline resulted in the release of an unknown volume of a natural gas and crude oil. The historical release was reported to Southern Union by an agent of the Lessee.

Describe Area Affected and Cleanup Action Taken.*

An area along the Southern Union ROW measuring approximately 1,000 square feet was affected by the release. The release was excavated; impacted soil was blended to NMOCD regulatory standards and used as excavation backfill with NMOCD approval. Please reference "Remediation Summary and Site Closure Request" dated October 2011, for remediation details.

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: 	OIL CONSERVATION DIVISION	
Printed Name: Rose Slade	ENV SPECIALIST: Approved by District Supervisor: 	
Title: EHS Compliance Specialist	Approval Date: 12/14/11	Expiration Date: —
E-mail Address: rose.slade@sug.com	Conditions of Approval: —	Attached <input type="checkbox"/>
Date: December 12, 2011	Phone: 432-940-5147	IRP-08-11-2727

* Attach Additional Sheets If Necessary,