District 1 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 Resource

Form C-141 vised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

10#

1029

| 1220 South St. Francis Dr | • |
|---------------------------|---|
| Santa Fe, NM 87505 | |
| | • |

Oil Conservation Division

| Kelease | nouncauo | n and Correct | live Action | |
|-----------------------------------|-------------|----------------|--------------------------|--------------|
| | OPERAT | OR | Initial Report | Final Report |
| Name of Company: Duke Energy Fie | ld Services | Contact: Mar | k Owens | |
| Address: 1625 West Marland, Hobbs | , NM 88240 | Telephone No | .: (505) 397-5541 | |
| Facility Name: G-28-14 Ext. 3 | | Facility Type: | : 6" Marlex Line | |
| | | | | |
| Surface Owner: Deen Wells Ranch | Mineral O | wner: Federal | I asea I | No. • |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| D | 26 | 23 S | 36 E | | | r (). E | | Lea |
| | | | | | | £ | | |

141' Latitude: N 32° 16' 49.349" Longitude: W 103° 14' 27.415"

NATURE OF RELEASE

| Type of Release: Natural Gas Pipeline Fluids | Volume of Release: 12 barrels | Volume Recovered: 10 barrels | | |
|---|---------------------------------|------------------------------|--|--|
| Source of Release: 6" Marlex pipeline operating at 18-20 lbs with a | Date and Hour of Occurrence: | Date and Hour of Discovery: | | |
| normal daily flow rate of 20-30 mcf | 27 March 2005 | 27 March 2005 | | |
| Was Immediate Notice Given? | If YES, To Whom? Gary Wink, N | MOCD | | |
| 🛛 Yes 🗌 No 🗍 Not Required | | | | |
| By Whom? Lynn Ward | Date and Hour: 27 March 2005 @ | 1407 hrs | | |
| Was a Watercourse Reached? 🗌 Yes 🖾 No 🐁 | If YES, Volume Impacting the Wa | atercourse. | | |
| If a Watercourse was Impacted, Describe Fully.* Not Applicable | | | | |

Describe Cause of Problem and Remedial Action Taken.*

6" Marlex line began leaking, due to a weld failure. A line clamp was installed and the section replaced.

Describe Area Affected and Cleanup Action Taken.* The affected area consists of approximately 6,660 square feet of pasture land owned by Deep Wells Ranch. The section with the failed weld has been replaced.

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 Approved by District Supervisor: | | |
|--|--|------------------|--|
| Printed Name: Mark Owens | | | |
| Title: Construction Maintenance Supervisor | Approval Date: | Expiration Date: | |
| E-mail Address: mrowens@duke-energy.com | Conditions of Approval: | Attached | |
| Date: Phone: | | | |

* Attach Additional Sheets If Necessary

facility - fPACOG25525462 Ancident - nPACOG25526837 application - pPACOG25527032