District 1
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Senergy Minerals and Natural Resources
Oil Conservation Division AUG 2003
2040 South Packeco Oil Cons. Div.

Form C-141 Revised March 17, 1999

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

| 20-10 Bount tieneed, Banka 1 e, 1401 07505 | (0) | side of form |
|--|---|-------------------------------------|
| Release Notification and Corrective Action | | |
| Name of Company | Contact | fial Report Final Report |
| SG Interests, LLC | TRIPPSCHWAB | |
| Box 2677, Durango, CO 81303 | Telephone No. 970-259-2701 | |
| Facility Name | Facility Type INDIVIDUAL WOL | |
| Surface Owner Mineral Owner | | Lease No. |
| SANTA ROSA 8-2 | | 5F0760337 |
| LOCATION OF RELEASE | | |
| N 8 29 N 9W /210 | Sout Line Feet from the East We | SAN JUAN |
| NATURE OF RELEASE | | |
| Type of Release 35 CW | Volume of Release | Volume Recovered 5-10 Bb/s in Die |
| Source of Release | Date and Hour of Occurrence | Date and Hour of Discovery |
| PRODUCTION TANK Was Immediate Notice Given? | If YES, To Whom? | 8/11/03 AM |
| By.Whom? No Not Required | Denny Foust NMOLD Date and Hour | |
| Was a Watercourse Reached? | 8/11/03 2:30 | |
| Yes No | If YES, Volume Impacting the Waterc | ourse. |
| If a Watercourse was Impacted, Describe Fully.* | | |
| SPILL DID NOT LEAVE LOCATION. | | |
| Describe Cause of Problem and Remedial Action Taken.* | | <u> </u> |
| DRIP THEIVES BROKE SEAL ON TANK LOAD LINE. DRAINED BS!W | | |
| TO CONDONSATE & STOLE 10-15 BHS OF CONDUNSATE. | | |
| Describe Area Affected and Cleanup Action Taken.* | | |
| SPILL CONTAINED IN IMMEDIATE AREA OF LOAD LINE. ROMOVED | | |
| Contaminated soil to an "on-site" | LAND FARM. (ON S | AME LOCATION) |
| I hereby certify that the information given above is true and complete to the and regulations all operators are required to report and/or file certain release | | |
| endanger public health or the environment. The acceptance of a C-141 rep of liability should their operations have failed to adequately investigate and | ort by the NMOCD marked as "Final Re | port" does not relieve the operator |
| water, human health or the environment. In addition, NMOCD acceptance | | |
| compliance with any other federal, state, or local laws and/or regulations. | OIL CONSERVATION DIVISION | |
| Signature: WM Swall San | 1 emy Tout | |
| Printed Name: WILLYAM SCHWAB IN | Approved by District Supervisor: For Fr | ank Chavez |
| Title: AGENT FOR SG INTERESTS | Approval Date: 8/18/03 Expiration Date: | |
| Date: 8/11/03 Phone: 910. 259. 270 | Conditions of Approval: | Attached |

* Attach Additional Sheets If Necessary

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