

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

OPERATOR

☒ Initial Report ☐ Final Report

|   |  |
|---|--|
| Name of Company: Targa Midstream Services L P | Contact: James Lingnau 505.394.2534, Chuck Tolsma 505.631.6026 |
| Address: PO Box 1909 Eunice, NM 88231         | Telephone No. (505) 394-2534                                   |
| Facility Name: Eunice Gathering System        | Facility Type Gas Processing Plant                             |

|                              |                |           |
|------------------------------|----------------|-----------|
| Surface Owner: Edwin Johnson | Mineral Owner: | Lease No. |
|------------------------------|----------------|-----------|

LOCATION OF RELEASE

|             |         |          |       |               |                  |               |                |        |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|             | 27      | 22S      | 37E   |               |                  |               |                | Lea    |

Latitude 32.36843833 N Longitude 103.15923333 W

NATURE OF RELEASE

|  |   |  |
|--|---|--|
| Type of Release: Gas and Produced Liquids  | Volume of Release: Gas and spray of liquid.     | Volume Recovered: None                         |
| Source of Release: 20" Gas Gathering Pipeline leak   | Date and Hour of Occurrence: 1PM April 23, 2007 | Date and Hour of Discovery: 2PM April 23, 2007 |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?<br>Pat Caperton OCD            |  |
| By Whom? Rebecca Woodell   | Date and Hour 1:40 PM April 24, 2007            |  |
| Was a Watercourse Reached?<br><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. \*

A 20 inch gathering line 2 feet below the surface with 20 psig and 4.3mcf/d of flow and less than 50 ppm of H2S developed a leak and released gas and liquids that were lying in the line. Field operators immediately blocked in line. Repairs were made to the line with a clamp and plans made to replace that section of line.

Describe Area Affected and Cleanup Action Taken.\*

Targa will replace pipe as needed. The area will be cleaned and tested per OCD guidelines.

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: Don Embrey                   | Approved by District Supervisor: <i>Don Embrey</i> |                                   |
| Title: Advisor                             | Approval Date: 5.11.07                             | Expiration Date: 7.11.07          |
| E-mail Address: dembrey@targaresources.com | Conditions of Approval:                            | Attached <input type="checkbox"/> |
| Date: 5/07/07 Phone: (432) 688-0546        | SUBMIT DELINEATION SAMPLES                         |                                   |

\* Attach Additional Sheets If Necessary

INFO PRIOR TO BACKFILL.

incident - nPAC0713431028  
application - nPAC0713431189

RPT# B16