

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	SAGE ENERGY COMPANY	Contact	GEORGE HARRIS
Address	P.O. Box 3068	Telephone No.	432-683-5271
Facility Name	NVAU CENTRAL BATTERY	Facility Type	CENTRAL BATTERY
Surface Owner	EIDSON RANCHES	Mineral Owner	
Lease No.	E-619		

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	Z	17-S	34-E					LEA

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	FIRE	Volume of Release	1/2 BO	Volume Recovered	0
Source of Release	HORIZONTAL HEATER TREATER	Date and Hour of Occurrence	2/7/07 1AM	Date and Hour of Discovery	SAME
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	GEORGE HARRIS		
By Whom?	GEORGE HARRIS	Date and Hour	3pm 2/7/07		
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.* HORIZONTAL HEATER TREATER CAUGHT ON FIRE. SUSPECT A HOLE IN A FIRE TUBE. OIL WAS CONSUMED. NO REMEDIAL ACTION.

Describe Area Affected and Cleanup Action Taken.* TWO VERTICAL TREATERS WERE DAMAGED. Fluids WERE REMOVED AND PUT IN STOCK TANKS.

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: <i>George M. Harris Jr.</i>	OIL CONSERVATION DIVISION	
Printed Name: GEORGE M. HARRIS JR.	Approved by District Supervisor: <i>Chris Williams</i>	
Title: DIST ENG.	Approval Date: 1/17/08	Expiration Date: 1/17/08
E-mail Address: gharris@sagemid.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 2/9/07	Phone: 432-683-5271	

* Attach Additional Sheets If Necessary

432 683-5248
THUR 2-16-07. 10:00 TALK w/ HARRIS.
HE TO GET VERT & HORIZ DELINEATION MAP
& GET BACK w/ CHRIS ORME. RP# 1740