

RECEIVED

District I
1625 N Trench 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, 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

Rec'd ULA
FAX/E-mail
4-7-08
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	
Surface Owner: DASCO Land and Cattle Co.	Mineral Owner:	Lease No.

LOCATION OF RELEASE

Unit Letter M	Section 22	Township 22S	Range 36E	Feet from the	North/South Line	Feet from the	East/West Line	County
								Lea

Latitude 32.22.4604N Longitude 103.15.6555W**NATURE OF RELEASE**

Type of Release: Gas and Produced Liquids	Volume of Release: Approximately 10 barrels of liquid and 35mscf of sour gas	Volume Recovered: Approximately 8 barrels of liquid were recovered in Vacuum Truck
Source of Release: Two 1/4 inch holes in a 20 inch gathering line with 20psig and >100ppm of H2S	Date and Hour of Occurrence: 4/01/2008 at 3:45 PM MDST	Date and Hour of Discovery 4/01/2008 at 3:45 PM MDST
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson OCD in Hobbs by phone and e-mail	
By Whom? Don Embrey	Date and Hour 4/02/2008 at 7:10 AM	
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.*

External corrosion caused two 1/4 inch holes in a 20 inch gathering line. The line was repaired with clamps. Line will be inserted with poly in the near future. The spill was contained and contaminated soil removed as soon as possible.

Describe Area Affected and Cleanup Action Taken.*

The leak area of contamination will be excavated to remove contaminated soil. The contaminated soil will be taken to an OCD approved landfarm. The area will be sampled to insure cleanup to meet 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: <i>Don Embrey</i>	OIL CONSERVATION DIVISION	
Printed Name: Don Embrey	Approved by District Supervisor <i>L Johnson</i>	
Title: Advisor	Approval Date: <u>4.8.08</u>	Expiration Date: <u>6.8.08</u>
E-mail Address: dembrey@targaresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: April 7, 2008 Phone: (432) 688-0546	<u>SUBMIT FINAL C-141 w/</u>	<u>1RP1837</u>

* Attach Additional Sheets If Necessary

DOCUMENTATION & PICTURES
By 6.8.08

FCOHO 810130024