

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

HOBBS OCD

JAN 25 2012

RECEIVED

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	COG OPERATING LLC	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Prohibition 12 Federal #7	Facility Type	Tank Battery
Surface Owner	Federal	Mineral Owner	
		Lease No. (API#)	30-025-37228

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	12	22S	32E					Lea

Latitude 32 24.479 Longitude 103 38.091

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	20bbls	Volume Recovered	10bbls
Source of Release	Water tank	Date and Hour of Occurrence	01/12/2012	Date and Hour of Discovery	01/12/2012 6:00 p.m.
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
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.*

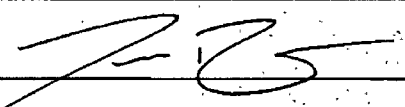
Describe Cause of Problem and Remedial Action Taken.*

The fiberglass water tank ruptured at load line due to increased pressure inside tank. The impaired fiberglass tank will be removed and a new fiberglass water tank will be replacing the ruptured one.

Describe Area Affected and Cleanup Action Taken.*

Initially 20bbls of produced water was released from the fiberglass water tank. We were able to recover 10bbls with a vacuum truck. All water was completely contained inside the walls of the tank battery. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present the NMOCD/BLM with a work plan for approval prior to any significant remediation work.

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:		ON CONCHO NATURAL RESOURCES Environmental Specialist	
Printed Name:	Josh Russo	Approved by District Supervisor:	
Title:	HSE Coordinator	Approval Date: 01/26/12	Expiration Date: 03/26/12
E-mail Address:	jrusso@conchoresources.com	Conditions of Approval: SUBMIT FINAL	Attached <input type="checkbox"/>
Date:	01/25/2012	Phone: 432-212-2399	C-141 BY 03/26/12
		IRP-10-12-2857	

* Attach Additional Sheets If Necessary