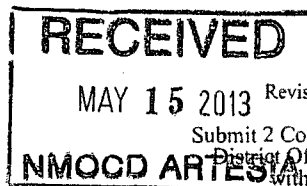


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nJMW1314047263

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Pat Ellis
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	HEARSE 36 STATE #004H	Facility Type	WELL PAD

Surface Owner	STATE	Mineral Owner		Lease No. (API#)	30-015-39264
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	36	19S	25E					EDDY

Latitude 32.61068 Longitude 104.43531

NATURE OF RELEASE

Type of Release Oil	Volume of Release 40bbls	Volume Recovered 30bbls
Source of Release Casing valve on well head	Date and Hour of Occurrence 05-03-2013	Date and Hour of Discovery 05-03-2013 7:00am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher - NMOCD	
By Whom? Michelle Mullins	Date and Hour 05-03-2013 1:23pm	
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 casing valve was left open on the well head. Closed the valve to prevent any further release.

Describe Area Affected and Cleanup Action Taken.*

Initially 40bbls of oil were released from an open casing valve on the well head. We were able to recover 30bbls of oil with a vacuum truck. The spill occurred on the location and traveled to the adjacent pasture. All free fluids have been removed from the location and the pasture. A work plan will be presented to the NMOC D 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 NMOC D 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 NMOC D 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, NMOC D 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.

OIL CONSERVATION DIVISION

Signature: <i>Robert Grubbs Jr.</i>	Approved by District Supervisor: Signed By <i>Mike Bratcher</i>	
Printed Name: Robert Grubbs Jr.	MAY 20 2013	Expiration Date:
Title: Senior Environmental Coordinator	Approval Date:	Conditions of Approval:
E-mail Address: rgrubbs@concho.com	Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION	Attached <input type="checkbox"/>
Date: 05-14-2013 Phone: 432-661-6601	PROPOSAL NO LATER THAN:	

* Attach Additional Sheets If Necessary

June 20, 2013

2RP-1654

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Wednesday, May 15, 2013 12:34 PM
To: Bratcher, Mike, EMNRD
Cc: Joshua Russo; Tavaréz, Ike; tom.k.franklin@tetrattech.com
Subject: C-141 Initial Report - Hearse 36 State #004H
Attachments: HEARSE 36 STATE #004H -- DATE OF RELEASE -- 05-03-2013.pdf

Mr. Bratcher,

Please see attached the C-141 Initial Report for a release that occurred on 05-03-2013 at our Hearse 36 State #004H in Eddy County New Mexico. We plan to assess the spill area timely.

Thank you,

Robert Grubbs Jr.
Sr. Environmental Coordinator
432.683.7443 (main)
432.818.2369 (direct)
432.661.6601 (cell)
rgrubbs@concho.com
Mailing Address:
One Concho Center
600 W. Illinois Avenue
Midland, Texas 79701



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Bratcher, Mike, EMNRD

From: Michelle Mullins <MMullins@concho.com>
Sent: Friday, May 03, 2013 12:23 PM
To: Bratcher, Mike, EMNRD
Cc: Joshua Russo; Robert Grubbs
Subject: Hearse 36 #4H-Immediate Notification

Mr. Bratcher:

On 05/03/2013 at approximately 7:00 am, a produced fluid release was discovered at the above-referenced location. An estimated 40 bbls of produced fluid was released. The cause of the release is currently under investigation. We will follow up within 15 days with a C-141 Report.

GPS coordinates, legal description and driving directions are below.

N 32 36.58 W 104 26.155

Hearse 36 State #4H

Unit O T19S R25E

Eddy County, NM

API 30-015-37465

Off Highway 285, turn west onto County Road 23. Travel 1.5 miles, turn south. Travel 1.5 miles to location.

Michelle Mullins

HSE Field Tech

2407 Pecos Avenue

P.O. Box 1630

Artesia, NM 88211-1630

Phone: (575)746-2010

Cell: (432) 934-1052

mmullins@conchoresources.com

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