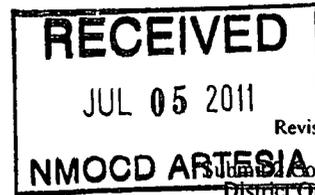


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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
Submitted copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

NMLB 1121352991 *229137* **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	SRO SWD #101	Facility Type	Salt Water Disposal

Surface Owner	State	Mineral Owner	Lease No. (API#) 30-015-26105
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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
G	5	26S	28E					Eddy

Latitude 32 04.392 Longitude 104 06.434

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	40bbbs	Volume Recovered	35bbbs
Source of Release	Water tank	Date and Hour of Occurrence	06/27/2011	Date and Hour of Discovery	06/27/2011 12:00 a.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher—OCD		
By Whom?	Josh Russo	Date and Hour	06/27/2011	2:38 p.m.	
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 well was flowing back to the tanks due to a faulty check valve and ball valve at the wellhead. The well has been shut in and the appropriate repairs have been made.					
Describe Area Affected and Cleanup Action Taken.*					
Initially 40bbbs of produced water was released from the water tank and we were able to recover 35bbbs with a vacuum truck. The entire release was contained inside the berm walls of the facility and all free fluids have been recovered. The contaminated material will be removed and hauled to disposal. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a remediation work plan to the NMOCD 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:	OIL CONSERVATION DIVISION	
Printed Name: Josh Russo	Approved by District Supervisor:	
Title: HSE Coordinator	Approval Date: 8/1/2011	Expiration Date:
E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	
Date: 07/05/2011 Phone: 432-212-2399	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	

* Attach Additional Sheets If Necessary

9/1/2011

2RP-805

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Tuesday, July 05, 2011 2:33 PM
To: Bratcher, Mike, EMNRD
Cc: Tavares, Ike; Dorey, Kim; tom.k.franklin@tetrattech.com
Subject: C-141 - Initial Report - SRO SWD #101
Attachments: SRO SWD #101 -- DATE OF RELEASE -- 06-27-2011.pdf

Mr. Bratcher,

Please see the C-141 Initial Report for a release that occurred at the SRO SWD #101 on 06/27/2011.

Thank you,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



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Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Monday, June 27, 2011 1:38 PM
To: Bratcher, Mike, EMNRD
Subject: SRO SWD #101 - Immediate Notification

Mr. Bratcher,

On 06-27-2011 at 12:00 a.m., a 40 bbl spill of produced water was found on the SRO SWD #101. The incident was caused by power failure due to a faulty check valve and ball valve at well head causing back-flow through H-pump. Recovered 35 bbls of produced water from unlined dike. Shut well in till water levels in tanks returned to normal and replaced faulty connections on well head. Electricians restored power to H-pump and returned well to service.

All contaminated soil and gravel was removed and will be replaced upon remediation.

GPS coordinates, driving directions, and legal descriptions listed below:

N 32* 04.392 W104* 06.434

South of Malaga on Hwy 285 to mile marker 5 (White City Rd), T/R 1.5 miles, T/R 1/4 mile, T/R to location.

Thanks,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



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