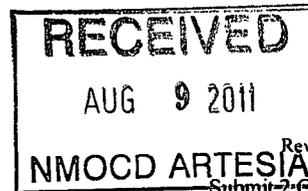


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nMCB1122937897 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	Hambone #1H Fee	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-38980
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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
M	5	26S	29E					Eddy

Latitude Longitude

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	23bbbls	Volume Recovered	20bbbls
Source of Release	Water tank	Date and Hour of Occurrence	07/27/2011	Date and Hour of Discovery	07/27/2011 9:00 a.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 check valve malfunctioned and the water tank leaked through a new valve on a new line. The valve has been shut.

Describe Area Affected and Cleanup Action Taken.*

Initially 23bbbls of produced water was release from the open valve at the water tank. We were able to recover 20bbbls with a vacuum truck. All free fluid was completely contained inside the lined dike of the facility. After all free fluid was recovered we removed all contaminated gravel and replaced with fresh gravel. The location has been returned to its prior condition.

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	Signed By	
Title:	HSE Coordinator	Approved by District Supervisor:	
E-mail Address:	jrusso@conchoresources.com	Approval Date:	AUG 17 2011
Date:	08/08/2011	Expiration Date:	NA
Phone:	432-212-2399	Conditions of Approval:	NA - Final
		Attached	<input type="checkbox"/>

* Attach Additional Sheets If Necessary

2RP-857

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Tuesday, August 09, 2011 9:18 AM
To: Bratcher, Mike, EMNRD; 'james_amos@nm.blm.gov'
Subject: C-141 Initial/Final Report - Hambone #1H Fee TB
Attachments: HAMBONE #1H FEE TANK BATTERY -- DATE OF RELEASE -- 07-27-2011 .pdf

Gentlemen,

Please see attached the C-141 Initial/Final report for a release that occurred at the Hambone #1H Fee Tank Battery inside of a lined facility. The location has been returned to its prior condition.

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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