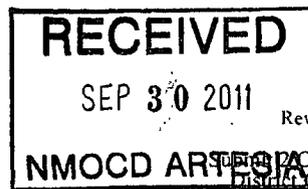


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

30-015-20281

Release Notification and Corrective Action

NMLB 1128657788 OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Satellite G	Facility Type	Injection Line

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-028784B
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BKU # 241

LOCATION OF RELEASE								
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	30	17S	30E					Eddy

Latitude 32 48.688 Longitude 104 00.683

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	10bbls	Volume Recovered	0bbls
Source of Release	Injection line	Date and Hour of Occurrence	09:21:2011	Date and Hour of Discovery	09:21:2011 3:00 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 injection line at the headers had a leak due to corroded pipe. The faulty joint of pipe has been replaced with a new joint.

Describe Area Affected and Cleanup Action Taken.*
Initially 10bbls of produced water were released from the injection line at Satellite G. The release area measured 6' x 40' in the pasture. (The closest well location to this release is the BKU 241 API# 30-015-20281). 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/BLM 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:	OCT 13 2011
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	
Date:	09/28/2011	Phone:	432-212-2399

Conditions of Approval:
Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 11/13/2011**

Attached
JRP-918

* Attach Additional Sheets If Necessary

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Friday, September 30, 2011 1:51 PM
To: Bratcher, Mike, EMNRD; 'james_amos@nm.blm.gov'
Cc: Tavarez, Ike; Dorey, Kim; tom.k.franklin@tetrattech.com
Subject: C-141 Initial Report - Satellite G
Attachments: img-930154453-0001.pdf

Gentlemen,

Please see attached the C-141 Initial Report for the Satellite G release that occurred on 09/21/2011.

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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