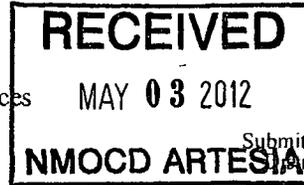


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

NMLS1215332003 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	Diamondback State Tank Battery	Facility Type	Tank Battery

Surface Owner	State	Mineral Owner	Lease No. (API#) 30-015-33203 Diamondback State #001 well
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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	28	17S	29E					Eddy

Latitude 32 48.699 Longitude 104 04.646

NATURE OF RELEASE

Type of Release	Oil	Volume of Release	39bbbls	Volume Recovered	35bbbls
Source of Release	Load line	Date and Hour of Occurrence	04/25/2012	Date and Hour of Discovery	04/25/2012 10:30 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?	Michelle Mullins	Date and Hour	04/26/2012 6:29 a.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.*
An increase in pressure inside the load line caused the line to split releasing fluid onto the ground inside the bermed tank battery. A pressure vent has been added to the load line to prevent the buildup of pressure inside the load line in the future.

Describe Area Affected and Cleanup Action Taken.*
Initially 39bbbls of oil was released from the split load line inside the Diamondback State Tank Battery. We were able to recover 35bbbls with a vacuum truck. The entire release was contained inside the bermed walls of the facility. The defective load line has been repaired. All released free fluids have been removed from the facility. 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	Signed By <i>Mike Bratcher</i> Approved by District Supervisor:	
Title:	HSE Coordinator	Approval Date:	JUN 01 2012 Expiration Date:
E-mail Address:	jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date:	05/03/2012 Phone:	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:	

* Attach Additional Sheets If Necessary

7/1/2012
2 RP - 1140

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Thursday, May 03, 2012 3:45 PM
To: Bratcher, Mike, EMNRD
Cc: Tavarez, Ike; Dorey, Kim; Franklin, Tom K.
Subject: C-141 Initial Report - Diamondback State Tank Battery
Attachments: DIAMONDBACK STATE TANK BATTERY -- DATE OF RELEASE -- 04-25-2012.pdf

Mr. Bratcher,

Please see attached the C-141 Initial Report for a release that occurred on 04/25/2012 at our Diamondback State Tank Battery. We will assess the spill area timely.

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: Michelle Mullins [MMullins@concho.com]
Sent: Thursday, April 26, 2012 5:29 AM
To: Bratcher, Mike, EMNRD
Cc: Joshua Russo
Subject: Diamondback State Tank Battery-Immediate Notification

Mr. Bratcher:

The following is a brief description of an immediately reportable release: On 4-25-12 at 10:30a.m. an oil spill was discovered at the Diamondback St. Tank Battery. Due to temperature, gas expansion caused the load line to rupture on the oil tanks. 39 bbls of oil was released and 35 bbls were recovered. All fluid remained within the unlined dike.

Approximately 6 inches of surface contaminants will be removed. The load line was repaired, a pressure vent installed, and the battery was returned to service. GPS coordinates, legal description of closest well, and driving directions below.

We will follow up with a C-141.

N 32* 48.699 W 104* 04.646
GJ West COOP Unit #43
2040' FNL & 1940' FEL,
Sec.28-T17S-R29E
Eddy County, B-514

From Hwy 82, T/S on Valley Gas Rd .2 miles, T/W .1 miles, T/S at GJ Water Station and proceed .4 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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