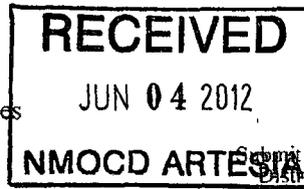


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Release Notification and Corrective Action

n MLB1215956949 OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Continental A State Tank Battery	Facility Type	Tank Battery

Surface Owner	State	Mineral Owner		Lease No. (API#)	30-015-29696
				Closest well location	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
C	30	17S	29E					Eddy

Latitude 32 48.726 Longitude 104 06.985

NATURE OF RELEASE

Type of Release	Oil	Volume of Release	30bbbs	Volume Recovered	27bbbs
Source of Release	2" bull plug at tank	Date and Hour of Occurrence	05.23/2012	Date and Hour of Discovery	05.23/2012 7:00 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?	Michelle Mullins	Date and Hour	05/23/2012 8:55 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.*					
A 2" bull plug came out at the sales tank releasing oil into the facility. The bull plug has been replaced.					
Describe Area Affected and Cleanup Action Taken.*					
Initially 30bbbs of oil was released from the sales tank and we were able to recover 27bbbs with a vacuum truck. All free fluids have been recovered and several inches of the contaminated soil has been 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:

Printed Name: Josh Russo

Title: HSE Coordinator

E-mail Address: jrusso@conchoresources.com

Date: 06/04/2012 Phone: 432-212-2399

OIL CONSERVATION DIVISION

Signed By:

Approved by District Supervisor:

Approval Date: JUN 07 2012 Expiration Date:

Conditions of Approval:
Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL/NOT LATER THAN: 7/7/2012**

Attached

* Attach Additional Sheets If Necessary

2RA-1160

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Monday, June 04, 2012 3:52 PM
To: Bratcher, Mike, EMNRD
Cc: Tavarez, Ike; Dorey, Kim; Franklin, Tom K.
Subject: C-141 Initial Report - Continental A State Tank Battery
Attachments: CONTINENTAL A STATE TANK BATTERY -- DATE OF RELEASE -- 05-23-2012.pdf

Mr. Bratcher,

Please see attached the C-141 Initial Report for a release that occurred inside the Continental A State Tank Battery. We plan to assess 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: Wednesday, May 23, 2012 7:55 PM
To: Bratcher, Mike, EMNRD
Cc: Joshua Russo
Subject: Continental A State Battery-Immediate Notification

Mr. Bratcher:

On 5-23-12 at 7:00am, a release was discovered at the Continental A State Battery. Approximately 30 bbls of oil was released inside an unlined dike. The incident occurred due to a bull plug failing on the sales tank circulating line. Standing fluid and contaminated soil will be removed. We will provide more details as they become available. GPS coordinates, driving directions, and legal description listed below.

N32* 48.726 W104* 06.985

Continental A State #1
330' FNL and 1409'FWL
Sec. 30 T17S R29E
Eddy County E-4201
API # 30-015-29696

From Highway 82, turn north at MM 123, travel approximately .25 miles to location on right.

Thank you.

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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