

RECEIVED
JUN 29 2012
NMOCD ARTESIA

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
 Office in accordance
 with Rule 116 on back
 side of form

Release Notification and Corrective Action

nJMW1219356088 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	Loco Hills Water System	Facility Type	6" Main Line

Surface Owner	Federal	Mineral Owner		Lease No. (API#) 30-015-30032 Western Federal #1 -- closest 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
H	30	17S	29E					Eddy

Latitude 32 48.514 Longitude 104 06.509

NATURE OF RELEASE

Type of Release	Produced water / Skim oil	Volume of Release	275bbbls	Volume Recovered	260bbbls
Source of Release	6" Main line	Date and Hour of Occurrence	06/22/2012	Date and Hour of Discovery	06/22/2012 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 Jim Amos- BLM Terry Gregston- BLM		
By Whom?	Michelle Mullins	Date and Hour	06/22/2012 4:43 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 *					

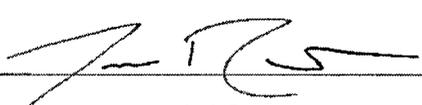
Describe Cause of Problem and Remedial Action Taken *

A weld failed at a 4" poly swedge on the 6" main line causing a release of fluid. The swedge has been repaired and the line has been returned to service

Describe Area Affected and Cleanup Action Taken.*

Initially 275bbbls were released from the 6" main line and we were able to recover 260bbbls with a vacuum truck. The spill area measured roughly 150' x 150' in the pasture east of the Western Federal #1 well location. All free fluid has been recovered and the spill area has been marked with pin flags. 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:	Signed By: 
Title:	HSE Coordinator	Approval Date:	JUL 11 2012
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	
Date:	06/29/2012	Phone:	432-212-2399
		Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**

8/11/12

2RP-1211

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Friday, June 29, 2012 8:16 AM
To: Bratcher, Mike, EMNRD; Jim Amos office (jamos@blm.gov); Gregston, Terry G
Cc: Tavarez, Ike; Dorey, Kim; Franklin, Tom K.
Subject: C-141 Initial Report - Loco Hills Water System - 6 Inch Main Line
Attachments: LOCO HILLS WATER SYSTEM -- DATE OF RELEASE -- 06-22-2012.pdf

Please see attached the C-141 Initial Report for a release that occurred on 06/22/2012.

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: Friday, June 22, 2012 3:43 PM
To: Bratcher, Mike, EMNRD; Amos, James A; Gregston, Terry G
Cc: Joshua Russo
Subject: Loco Hills water system-Immediate Notification

Mr. Bratcher, Mr. Amos, Ms. Gregston:

On 06/21/2012 at approximately 10:30 am, a failed weld was discovered on a 6" to 4" swedge on our main water line system. An estimated 275 bbls of produced water was released with 260 bbls being recovered with a vacuum truck. The line has been isolated and removed from service and is awaiting repair. We will get more details and follow up with a C-141 Report.

GPS coordinates, legal description, and driving directions below.

N32* 48.514 W104* 06.509

Western Federal #1 (closest well location)
650' FNL & 990' FEL
Sec. 30 T17S, R29E
Eddy County, LC-028480-A

From Loco Hills drive west on 82 to MM 125.
Turn South, go .1 miles, turn west into battery.

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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