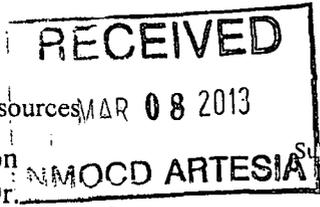


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

JM 1307034882

OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Pat Ellis
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	SRO SWD #104	Facility Type	SWD

Surface Owner	STATE	Mineral Owner		Lease No. (API#)	30-015-25864
---------------	-------	---------------	--	------------------	--------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	10	26S	28E					EDDY

Latitude 32.05890 Longitude 104.07743

NATURE OF RELEASE

Type of Release	Oil and Produced water	Volume of Release	20bbls Oil 180bbls Produced water	Volume Recovered	20bbls Oil 170bbls Produced water
Source of Release	4" load line collar on gun barrel.	Date and Hour of Occurrence	02/26/2013	Date and Hour of Discovery	02/26/213 8:00am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher - NMOCD		
By Whom?	Michelle Mullins	Date and Hour	02/27/2013 10:02am		
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 4" load line collar on the gun barrel rotted. We replaced the 4" load line collar on the gun barrel.

Describe Area Affected and Cleanup Action Taken.*
Initially 180bbls of produced water and 20bbls of oil were released from a rotted 4" collar we were able to recover 170bbls of produced water and 20bbls of oil with vacuum trucks. The release occurred inside the lined facility. The majority of the release was contained inside the walls of the tank battery. All free fluid has been recovered. Contaminated gravel has been removed from inside the facility and we have replaced with fresh gravel as necessary. The facility has been returned to its prior condition. Tetra Tech will sample the spill site area outside of the lined facility 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	Approved by District Supervisor	Signed By
Title:	Senior Environmental Coordinator	Approval Date:	MAR 11 2013
E-mail Address:	jrusso@concho.com	Expiration Date:	
Date:	03/08/2013	Conditions of Approval:	Attached <input type="checkbox"/>
Phone:	432-212-2399		

* Attach Additional Sheets If Necessary

Remediation per OCD Rule & Guidelines. **SUBMIT REMEDIATION PROPOSAL NO LATER THAN: April 11, 2013**
2RP-1580

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Friday, March 08, 2013 2:57 PM
To: Bratcher, Mike, EMNRD
Cc: Tavarez, Ike; tom.k.franklin@tetrattech.com; Joshua Russo
Subject: C-141 Initial Reports - Choctaw State #001, SRO SWD #104
Attachments: CHOCTAW STATE #001 -- DATE OF RELEASE -- 02-26-2013.pdf; SRO SWD #104 -- DATE OF RELEASE -- 02-26-2013.pdf

Mr. Bratcher,

Please see the attached C-141 Initial Reports for the releases that occurred on 02/26/2013 at our Choctaw State #001 Tank Battery and the SRO SWD #104 in Eddy County New Mexico. We plan to assess the spill area timely.

Thank you,

Robert Grubbs Jr.
Sr. Environmental Coordinator
432.683.7443 (main)
432.818.2369 (direct)
432.661.6601 (cell)
rgrubbs@concho.com

Mailing Address:

*One Concho Center
600 W. Illinois Avenue
Midland, Texas 79701*



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.

Bratcher, Mike, EMNRD

From: Michelle Mullins <MMullins@concho.com>
Sent: Wednesday, February 27, 2013 9:02 AM
To: Bratcher, Mike, EMNRD
Cc: Joshua Russo; Robert Grubbs
Subject: SRO 104 SWD-Immediate Notification

Mr. Bratcher:

At approximately 8:00 a.m. on 02/26/2013, a produced fluid release was discovered at the above-referenced facility. An estimated 200 bbls of produced fluid was released. Most of the fluid was contained inside a 40 mil lined facility. The cause of the release is currently under investigation. We will follow up within 15 days with a C-141 Report.

32 03.534 104 04.612

SRO #104 SWD
Unit F Sec 10 T26S R 28E
1980 FNL 1980 FWL
Eddy County, NM
API 30-015-25864

Travel south on Highway 285 to MM #5, Turn west on White City Road. Travel .5 mile, turn south into 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



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.

CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.