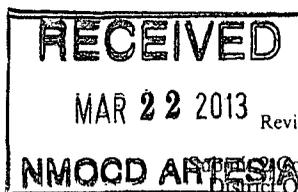


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

JMW 1309539213 OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Pat Ellis
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	WAY SOUTH STATE COM #001H	Facility Type	TANK BATTERY
Surface Owner	STATE	Mineral Owner	
		Lease No. (API#) 30-015-37234	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	30	26S	28E					EDDY

Latitude 32.01862 Longitude 104.13424

NATURE OF RELEASE

Type of Release	Produced fluids	Volume of Release	40bbls	Volume Recovered	20bbls
Source of Release	Knock out and clean out on tank.	Date and Hour of Occurrence	03-12-2013	Date and Hour of Discovery	03-12-2013 12:00pm
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	03-18-2013 10:58am		
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.*

Knock out and clean out gasket failed. Replaced with a hi pressure gasket.

Describe Area Affected and Cleanup Action Taken.*

Initially 40bbls of produced fluid were released. We were able to recover 20bbbs of fluid with a vacuum truck. All free fluid has been recovered. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a 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:	APR 05 2013
E-mail Address:	jrusso@concho.com	Expiration Date:	
Date:	03-22-2013	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:**

May 5, 2013

22P-1596

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Friday, March 22, 2013 9:05 AM
To: Bratcher, Mike, EMNRD
Cc: Tavarez, Ike; tom.k.franklin@tetrattech.com; Joshua Russo
Subject: C-141 Initial Report -Way South State Com #001 Tank Battery
Attachments: WAY SOUTH STATE COM #001H -- DATE OF RELEASE -- 03-12-2013.pdf

Mr. Bratcher,

Please see the attached C-141 Initial Report for the release that occurred on 03/12/2013 at our Way South State Com #001 Tank Battery 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



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Bratcher, Mike, EMNRD

From: Michelle Mullins <MMullins@concho.com>
Sent: Monday, March 18, 2013 9:58 AM
To: Bratcher, Mike, EMNRD
Subject: Way South State Com 1H-Immediate Notification

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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----- Original Message -----

From: Michelle Mullins
Sent: Thursday, March 14, 2013 10:23 AM
To: Joshua Russo
Cc: Robert Grubbs
Subject: Way South State Com 1H-Immediate Notification

Mr. Bratcher:

On 02/12/2013 at approximately 12:00 pm, a produced fluid release was discovered at the above-referenced facility. An estimated 40 bbls of produced fluid was released. The cause of the release is currently under investigation. We will follow up within 15 days with a C-141 Report.

GPS coordinates, legal description and driving directions are below.

N 32* 01.128" W 104* 07.136

Way South State Com #1H

Sec. 30 T26S R28E

660'FNL & 330'FEL

Eddy County, NM

API 30-015-37234

Off Highway 285, turn west onto White City Road at MM 5. Travel approximately 4 miles. Turn south and travel approximately 5 miles. Location is on the west side of the lease road.

Michelle Mullins

HSE

Michelle Mullins

HSE Field Tech

2407 Pecos Avenue

P.O. Box 1630

Artesia, NM 88211-1630

Phone: (575)746-2010

Cell: (432) 934-1052

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