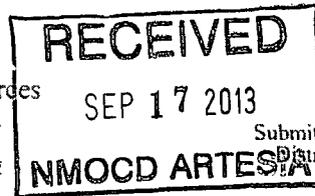


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

nJM W1326348784 OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Robert McNeill
Address	600 West Illinois Avenue, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	Loving State #002	Facility Type	Tank Battery
Surface Owner State	Mineral Owner	Lease No. (API#) 30-015-24429	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	01	24S	27E					Eddy

Latitude 32.24223 Longitude 104.14571

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	80bbls	Volume Recovered	70bbls
Source of Release	Water tank	Date and Hour of Occurrence	09-14-2013	Date and Hour of Discovery	09-14-2013 10:00am
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?	Robert Grubbs Jr.	Date and Hour	09-16-2013 2:08pm		
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 of production caused the water tank to overflow. Have water trucks on call and have a high alarm installed.					
Describe Area Affected and Cleanup Action Taken.* Initially an estimated 80bbls of produced water was released due to an increase of production. We were able to recover 70bbls of fluid. The spill was contained in the Tank Battery. 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: <i>Robert Grubbs Jr.</i>	OIL CONSERVATION DIVISION	
Printed Name: Robert Grubbs Jr.	Approved by District Supervisor:	Signed By: <i>Mike Bratcher</i>
Title: Senior Environmental Coordinator	Approval Date: SEP 20 2013	Expiration Date:
E-mail Address: rgrubbs@concho.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 09-17-2013 Phone: 432-661-6601	Remediation per OCD Rule & Guidelines. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:	

* Attach Additional Sheets If Necessary

October 20, 2013
2RP-1920

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Tuesday, September 17, 2013 10:18 AM
To: Bratcher, Mike, EMNRD
Cc: Robert McNeill; Tavarez, Ike; Kujawski, Marcus (Marcus.Kujawski@tetrattech.com)
Subject: C-141 Initial Report - Loving State #002 (Tank Battery)
Attachments: Loving State #002 (Tank Battery) -- Date of Release -- 09-14-2013.pdf



Mr. Bratcher,

Please see attached the C-141 Initial Report for a release that occurred on 09-14-2013 at our Loving State #002 (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 (ccll)
rgrubbs@concho.com
Mailing Address:
One Concho Center
600 W. Illinois Avenue
Midland, Texas 79701



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Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Monday, September 16, 2013 1:08 PM
To: Bratcher, Mike, EMNRD
Cc: Michelle Mullins
Subject: Loving State #002- Immediate Notification



Mr. Bratcher:

At approximately 10:00am on 9/14/2013, a produced fluid release was discovered at the above-referenced facility. An estimated 80 barrels 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 and legal description is below.

32.24223 104.14571

Loving State #002
Sec. 01 T24S R27E
990' FSL & 2110' FEL
Eddy County, NM
API 30-015-24429

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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