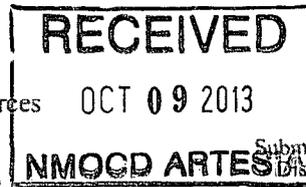


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

njmw 1828339979 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	Skelly Unit #989	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No. (API#)	30-015-36498
---------------	---------	---------------	--	------------------	--------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	23	17S	31E					Eddy

Latitude 32.82191 Longitude 103.84353

NATURE OF RELEASE

Type of Release	Produced water	Volume of Release	130bbbls	Volume Recovered	130bbbls
Source of Release	Tank Battery	Date and Hour of Occurrence	10-07-2013	Date and Hour of Discovery	10-07-2013 07:30am
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?		Date and Hour			
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.*					
Water pump tripped the master reset and the alarm system failed. Called Deans Electric out to inspect the system.					
Describe Area Affected and Cleanup Action Taken.*					
Initially 130bbbls of produced water were released. We were able to recover 130bbbls with a vacuum truck. All free fluid has been recovered. The spill was contained within the lined facility. Contaminated gravel has been removed and we have replaced with fresh gravel as necessary. This location has been returned to its prior condition.					
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.					

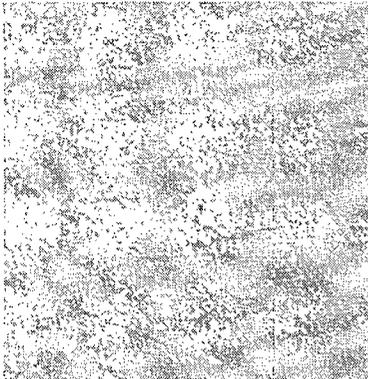
Signature:	<i>Robert Grubbs</i>	OIL CONSERVATION DIVISION	
Printed Name:	Robert Grubbs J.	Approved by District Supervisor:	<i>Mike Bratcher</i>
Title:	Senior Environmental Coordinator	Approval Date:	OCT 10 2013
E-mail Address:	rgrubbs@concho.com	Expiration Date:	
Date:	10-09-2013	Conditions of Approval:	Attached <input type="checkbox"/>
Phone:	432-661-6601	Like approval by BLM	

* Attach Additional Sheets If Necessary

2RP-1983

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Wednesday, October 09, 2013 12:54 PM
To: Bratcher, Mike, EMNRD; Amos, James <jamos@blm.gov> (jamos@blm.gov); Mike Burton (mburton@blm.gov) (mburton@blm.gov)
Cc: Robert McNeill
Subject: C-141 Initial - Final Report - Skelly Unit #989 (TB)
Attachments: Skelly Unit #989 (TB) -- Date of Released -- 10-09-2013.pdf



Gentlemen,

Please see attached the C-141 Initial/Final Report for a release that occurred at our Skelly Unit #989 (TB) 10-09-2013 in Eddy County New Mexico. This is a lined facility.

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, October 09, 2013 5:40 AM
To: Amos, James (jamos@blm.gov); Bratcher, Mike, EMNRD
Cc: Robert Grubbs
Subject: Skelly Unit 989-Immediate Notification

Mr. Amos, Mr. Bratcher:

At approximately 7:30 a.m. on 10/07/2013, a produced fluid release was discovered at the above-referenced facility. The fluid was contained inside the battery which is lined with 20 mil plastic. An estimated 150 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, legal description and driving directions are below.

N32.82191 W103.84375

Skelly Unit 989
Unit F, Sec. 23 T17S R31E
Eddy County, NM
1980' FNL & 1649' FWL
API 30-015-36498

From Highway 82, travel east past Loco Hills. At the Wiser Sign, turn south. Follow road to Y, turn right. Stay on road. Battery is on the left.

Michelle Mullins
HSE Field Technician
COG Operating, LLC
(432) 934-1052
mmullins@concho.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.