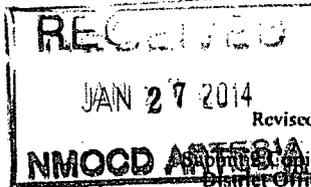


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1000 S. St. Francis Dr., Santa Fe, NM 87505

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
Approved for release to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

nHMP 1409239389 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	790bbls	Volume Recovered	790bblx
Source of Release	Pump starter tripped	Date and Hour of Occurrence	01-18-2014	Date and Hour of Discovery	01-18-2014 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 - MNOCD		
By Whom?	Robert Grubbs Jr.	Date and Hour	01-20-2014 1:23pm		
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 starter tripped and alarm failed. Reset water pump starter and fix the alarm.

Describe Area Affected and Cleanup Action Taken.*

Initially 790bbls of produced water were released due to a starter failure. We were able to recover 790bbls of produced water with vacuum trucks. The spill was contained inside the lined facility. All free fluid has been recovered. Any contaminated gravel has been removed, the liner has been steam cleaned 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 Jr.</i>	OIL CONSERVATION DIVISION	
Printed Name:	Robert Grubbs Jr.	Approved by District Supervisor:	<i>[Signature]</i>
Title:	Senior Environmental Coordinator	Approval Date:	<i>4-2-14</i> Expiration Date: <i>NA</i>
E-mail Address:	rgrubbs@concho.com	Conditions of Approval:	<i>Final</i> Attached <input type="checkbox"/>
Date:	01-24 -2014	Phone:	432-661-6601

* Attach Additional Sheets If Necessary

Like approval by
BLM

2EP-2246

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Monday, January 27, 2014 8:36 AM
To: Bratcher, Mike, EMNRD
Cc: Robert McNeill; Production Mail
Subject: C-141 Initial/Final Report - Skelly Unit #989 (TB)
Attachments: 01-18-2014 Skelly Unit #989 (TB) Initial - Final.pdf



Mr. Bratcher,

Please see attached the C-141 Initial/Final Report for a release that occurred at our Skelly Unit #989 (TB) on 01-09-2014 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 herein, is prohibited. If you 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.

Bratcher, Mike, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>
Sent: Monday, January 20, 2014 12:23 PM
To: Bratcher, Mike, EMNRD
Cc: Robert McNeill; Michelle Mullins
Subject: Skelly Unit #989 - Immediate Notification



Mr. Bratcher:

At approximately 07:30 a.m. on 01/18/2014, a produced fluid release was discovered at the above-referenced facility. An estimated 790bbls 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 listed below.

32.82191 103.84353

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

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 herein, is prohibited. If you 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.