

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

mkmw 1035729870

OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC <i>229137</i>	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	BIG GEORGE	Facility Type	SWD

Surface Owner	State	Mineral Owner	Lease No. API# 30-015-28759
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	8	17S	29E					Eddy

Latitude 32 50.544 Longitude 104 05.886

NATURE OF RELEASE

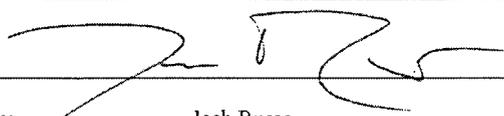
Type of Release	Produced Water	Volume of Release	80bbls	Volume Recovered	20bbls
Source of Release	8 inch line	Date and Hour of Occurrence	06/10/2010	Date and Hour of Discovery	06/10/2010 10:00 a.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher—OCD		
By Whom?	Josh Russo	Date and Hour	06/11/2010	9:22 a.m.	
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 8 inch Big George SWD line was plugged, causing it to rupture. The line was immediately repaired and put back into service.

Describe Area Affected and Cleanup Action Taken.*
Initially 80bbls of produced water was release from the 8 inch Big George line. We were able to recover 20bbls with a vacuum truck. The dimensions of the release are 25' x 90'. (The closest well location to the release is the Hatfield State #1, Unit N, Sec. 8-T17S-R29E, 530 FSL 1650 FWL, Eddy County, NM, API# 30-015-37378, GPS 32.84337 - 104.10024) Tetra Tech will sample the spill site area 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	Accepted for record NMOCD	
Title:	HSE Coordinator	Approved by District Supervisor:	
E-mail Address:	jrusso@conchoresources.com	Approval Date:	Expiration Date:
Date:	06/17/2010	Conditions of Approval:	Attached <input type="checkbox"/>
Phone:	432-212-2399		

* Attach Additional Sheets If Necessary

2RP-528

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Thursday, June 17, 2010 9:10 AM
To: Bratcher, Mike, EMNRD
Cc: Pat Ellis; Tavarez, Ike
Subject: Big George State SWD C-141 Initial Report
Attachments: BIG GEORGE STATE SWD -- DATE OR RELEASE -- 06-10-2010.PDF

Mr. Bratcher:

Please find attached the C-141 Initial Report for the Big George State SWD release that we had on 06/10/2010 at 10:00 a.m. If you have any questions or concerns please do not hesitate to contact me.

Thank you,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



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Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@conchoresources.com]
Sent: Friday, June 11, 2010 8:22 AM
To: Bratcher, Mike, EMNRD
Cc: Pat Ellis; Tavarez, Ike
Subject: Big George 8 inch line leak immediate notification

Mr. Bratcher:

Please see below the details and legal description of a release that we had yesterday at 10:00 a.m. If you have any questions or concerns please do not hesitate to contact me.

Thank you,

Joshua Russo
HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com

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

From: Keenan Kern
Sent: Thursday, June 10, 2010 3:59 PM
To: Rick Wright
Subject: Big George 8in line leak

We had a produced water release at the 8" Big George line on 06/10/2010 at 10:00 a.m. The leak is about 90 yards long, 25 feet wide, and goes to the county road. We lost 80bbls and Recovered about 20bbls with a vacuum truck. A plugged line caused it to rupture. The line has been repaired in put back into service. Legal description below:

Legals- (of closest well location to the release)

Hatfield state #1

Unit N

Sec. 8-T17S-R29E

530 FSL & 1650 FWL

Eddy County, NM

API #30-015-37378

GPS- N 32' 50.544 W 104' 05.886. (32.84337 - 104.10024)