

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

Form C-141  
Revised October 10, 2003

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

**Release Notification and Corrective Action**

**OPERATOR**

Initial Report  Final Report

Name of Company <b>COG Operating LLC</b>	Contact <b>Pat Ellis</b>
Address <b>550 W. Texas, Suite 1300 Midland, Texas 79701</b>	Telephone No. <b>(432) 685-4332</b>
Facility Name <b>Houma State #1</b>	Facility Type <b>Tank Battery</b>

Surface Owner: <b>State</b>	Mineral Owner	Lease No. (API#) <b>30-015-31491</b>
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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
J	16	17S	30E					

Latitude N 32.83561° Longitude W 103.97778

**NATURE OF RELEASE**

Type of Release: <b>Produced Water</b>	Volume of Release <b>70 bbls</b>	Volume Recovered <b>68 bbls</b>
Source of Release: <b>Water Tank</b>	Date and Hour of Occurrence <b>3/1/2011</b>	Date and Hour of Discovery <b>3/1/2011 10:50 a.m.</b>
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? <b>Mike Bratcher - NMOCD</b>	
By Whom? <b>Josh Russo</b>	Date and Hour <b>3/1/2011 9:21 a.m.</b>	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. <b>N/A</b>	

**RECEIVED**  
OCT 11 2011  
NMOCD ARTESIA

If a Watercourse was Impacted, Describe Fully.\*

N/A

Describe Cause of Problem and Remedial Action Taken.\*

The transfer pump malfunctioned at the Tank Battery and the high level alarm was never set off. The transfer pump has been fixed and returned to service, the alarm system has been repaired.

Describe Area Affected and Cleanup Action Taken.\*

Tetra Tech inspected site and collected samples to define the spills extent. Based on the assessment, COG will perform some general house keeping in the spill areas of auger holes to remove the surface chloride impacted soil. Tetra Tech prepared closure report and submitted to NMOCD for review and approval.

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>[Signature]</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: <b>Ike Tavarez</b>	Approved by District Supervisor: <i>[Signature]</i>	
Title: <b>Project Manager</b>	Approval Date: <b>4/23/11</b>	Expiration Date: <b>NA</b>
E-mail Address: <b>Ike.Tavarez@TetraTech.com</b>	Conditions of Approval: <b>Final</b>	Attached <input type="checkbox"/>
Date: <b>8/31/11</b>	Phone: <b>(432) 682-4559</b>	

\* Attach Additional Sheets If Necessary

2RP-637