

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

OPERATOR Initial Report Final Report

Name of Company	COG OPERATING, LLC	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	G.C. Federal 27 Tank Battery	Facility Type	Tank Battery
Surface Owner	Federal	Mineral Owner	
			Lease No. (API#) 30-025-39515

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	20	17S	32E	2410	SOUTH	265	EAST	LEA

Latitude 32.815433 Longitude 103.774917

UTR 150 ←

NATURE OF RELEASE

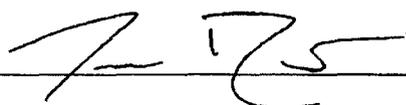
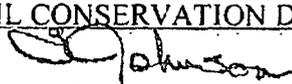
Type of Release	Produced water	Volume of Release	205 bbls	Volume Recovered	200 bbls
Source of Release	4 inch poly line	Date and Hour of Occurrence	02/12/2010 10:00 a.m.	Date and Hour of Discovery	02/12/2010 10:00a.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Mark - OCD Jim Amos - BLM		
By Whom?	Rick Wright	Date and Hour	02/12/2010		
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.*
 A backhoe hit and ruptured an above ground 4 inch poly line while building a caliche road. The 4 inch poly line was repaired.

Describe Area Affected and Cleanup Action Taken.*
 205bbls of produced fluid was contained on caliche road by a 30'x60' dike wall that the backhoe operator built immediately after the poly line ruptured. A vacuum truck was called and recovered 200bbls of fluid. The area affected was scraped and the contaminated soils were hauled off. (Covered under one-call from building road). (The nearest location to the spill is the G.C. FEDERAL #39) Terra Tech will then sample the spill site area to delineate any possible contamination from the release and we will present a remediation work plan to the NMOCD/BLM 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	Approved by:	 ENVIRONMENTAL ENGINEER
Title:	HSE Coordinator	Approval Date:	2.19.10
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	4.19.10
Date:	02/12/2010	Phone:	432-212-2399
		Conditions of Approval:	Attached <input type="checkbox"/>

ICP# 10.2.2430

* Attach Additional Sheets If Necessary

FGRL 1006056813