

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**

**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	FEDERAL BI #1 SWD	Facility Type	SWD Facility

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-057210
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**LOCATION OF RELEASE** API# 30.025.27068-00.00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
N	28	17S	32E					LEA

Latitude 32.799583 Longitude 103.773617

**NATURE OF RELEASE**

Type of Release	Oil	Volume of Release	24bbls	Volume Recovered	23bbls
Source of Release	Oil Tank	Date and Hour of Occurrence	02/25/2010	Date and Hour of Discovery	02/25/2010
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

WATER = 125'

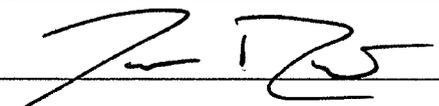
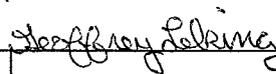
**Describe Cause of Problem and Remedial Action Taken.\***

An oil tank ran over due to a plugged equalizer line. The problem of the plugged equalizer line has been corrected.

**Describe Area Affected and Cleanup Action Taken.\***

All of the 24 bbls of oil that were initially released were contained inside the dike wall, which is lined with 40 mil plastic. A vacuum truck was called and recovered 23 bbls of oil. All saturated gravel will be removed and taken to appropriate disposal facility. The inside of the dike will then be re-filled with clean gravel.

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:		<b>OIL CONSERVATION DIVISION</b>	
Printed Name:	Josh Russo	Approved by	ENV. ENGINEER: District Supervisor: 
Title:	HSE Coordinator	Approval Date:	09/26/10 Expiration Date: 06/28/10
E-mail Address:	jrusso@conchoresources.com	Conditions of Approval:	SUBMIT FINAL Attached <input type="checkbox"/> C-141 BY 06/28/10 IRP-10.4.2486
Date:	02/26/2010	Phone:	432-212-2399

\* Attach Additional Sheets If Necessary