

RECEIVED

DEC 07 2010

NMOCD ARTESIA

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

NMLB 1034139240

OPERATOR  Initial Report  Final Report

|                 |  |               |              |
|-----------------|--|---------------|--------------|
| Name of Company | COG OPERATING LLC 229137                   | Contact       | Pat Ellis    |
| Address         | 550 W. Texas, Suite 100, Midland, TX 79701 | Telephone No. | 432-230-0077 |
| Facility Name   | Woolley Federal #7                         | Facility Type | Flowline     |

|               |         |               |  |           |                                      |
|---------------|---------|---------------|--|-----------|--------------------------------------|
| Surface Owner | Federal | Mineral Owner |  | Lease No. | NMLC-028936-A<br>(API#) 30-015-31258 |
|---------------|---------|---------------|--|-----------|--------------------------------------|

LOCATION OF RELEASE

|             |         |          |       |               |                  |               |                |        |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| K           | 21      | 17S      | 30E   |               |                  |               |                | Eddy   |

Latitude 32 48.862 Longitude 103 59.078

NATURE OF RELEASE

|                             |   |   |   |                            |                      |
|-----------------------------|---|---|---|----------------------------|----------------------|
| Type of Release             | Produced fluid  | Volume of Release                         | 70bbls                                  | Volume Recovered           | 50bbls               |
| Source of Release           | 2 1/2 inch nipple at road crossing  | Date and Hour of Occurrence               | 11/26/2010                              | Date and Hour of Discovery | 11/26/2010 2:00 p.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<br>Terry Gregston—BLM |                            |                      |
| By Whom?                    | Josh Russo  | Date and Hour                             | 11/27/2010 2:54 p.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.\*

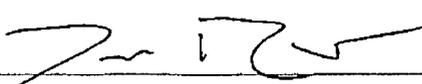
Describe Cause of Problem and Remedial Action Taken.\*

2 1/2 inch nipple failed at the road crossing; the nipple has been replaced and the line has been returned back into service.

Describe Area Affected and Cleanup Action Taken.\*

Initially 70bbls of produced fluid was released and we were able to recover 50bbls with a vacuum truck. The spill area measured 10' x 420' east of the GPS coordinates on the lease road and 10' x 20' southeast of the origin in the pasture. The lease road has had been scraped, back-dragged, and returned to its previous condition. (The closest location to the release is the Woolley Federal Tank Battery, Unit C, Sec.28-T17S-R30E, Eddy County NM). Tetra Tech will sample the spill site area in the pasture 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: 

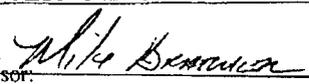
Printed Name: Josh Russo

Title: HSE Coordinator

E-mail Address: jrusso@conchoresources.com

Date: 12/06/2010 Phone: 432-212-2399

OIL CONSERVATION DIVISION

Signed By: 

Approved by District Supervisor:

DEC 07 2010

Approval Date: Expiration Date:

Conditions of Approval:

REMEDATION per OCD Rules and Guidelines. SUBMIT REMEDIATION PROPOSAL BY: 1/7/2011

Attached

\* Attach Additional Sheets If Necessary

2RP-493

## Bratcher, Mike, EMNRD

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**From:** Joshua Russo [jrusso@conchoresources.com]  
**Sent:** Tuesday, December 07, 2010 9:55 AM  
**To:** Bratcher, Mike, EMNRD; terry\_gregston@nm.blm.gov  
**Cc:** Pat Ellis; Ike.Tavarez@tetrattech.com; Dorey, Kim; tom.k.franklin@tetrattech.com  
**Subject:** C-141 Initial Report - Woolley Federal #7 flowline  
**Attachments:** WOOLLEY FEDERAL #7 FLOWLINE -- DATE OF RELEASE -- 11-26-2010.PDF

Please see attached the C-141 Initial report for the Woolley Federal #7 release that occurred on 11/26/2010.

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](mailto:jrusso@conchoresources.com)



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## Bratcher, Mike, EMNRD

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**From:** Joshua Russo [jrusso@conchoresources.com]  
**Sent:** Saturday, November 27, 2010 1:54 PM  
**To:** Bratcher, Mike, EMNRD; 'terry\_gregston@nm.blm.gov'  
**Cc:** Pat Ellis; 'ike.tavarez@tetrattech.com'  
**Subject:** Wooley Fed. #7 flowline leak immediate notification

Please see below the details to a release that occurred on 11-26-2010.

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](mailto:Jrusso@conchoresources.com)

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**From:** Rick Wright  
**To:** Pat Ellis; Joshua Russo  
**Cc:** Ron Beasley; Kent Greenway; Ronnie Tice  
**Sent:** Sat Nov 27 13:31:22 2010  
**Subject:** Wooley Fed. #7 flowline leak

On 11-26-10 at 2:00pm, a flowline leak on the Wooley #7 was discovered. 70 bbls of produced fluids were released and 50 bbls were recovered. A nipple got a hole in it at a road crossing. A bad check valve at the battery facility contributed to the excess of fluids released at the spill site. The contamination area is 10ft X 420ft east of site on the lease road, and 10ft X 20ft in the pasture southeast of the spill site. We removed the contaminated soil from the lease road and back dragged the road. We took no action in the pasture area. The flowline and check valve have been replaced and flowline returned to service. GPS coordinates, driving directions, and legal description below.

N 32\* 48.862 W 103\* 59.078  
South of Loco Hills on CR217 .3mi, T/E .1 mi to spill site.  
Wooley Fed. Battery (.1mi east of spill site)  
NE/4 NW/4  
Sec.28-T17S-R30E  
Eddy Co., NM LC-028936C

Thanks,

Rick Wright  
Production Foreman  
COG Operating, LLC  
2407 Pecos Ave.  
Artesia, NM 88210

575.746.2010 office  
432.528.5363 cell  
575.746.2096 fax  
[rwright@conchoresources.com](mailto:rwright@conchoresources.com)



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