

RECEIVED MAR 03 2010

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

30-015-28142  
NMLB/035(13624)

Release Notification and Corrective Action

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.	423-230-0077
Facility Name	BISCUIT HILLS SWD #1	Facility Type	SWD Facility

Surface Owner	Federal	Mineral Owner		Lease No.	NMLC-029395B
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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
O	29	17S	31E	950	SOUTH	1980	EAST	EDDY

Latitude 32.80075 Longitude 103.889633

NATURE OF RELEASE

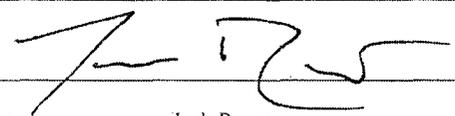
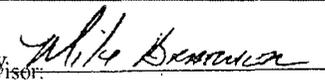
Type of Release	Produced water	Volume of Release	1822bbls	Volume Recovered	1820bbls
Source of Release	Pump	Date and Hour of Occurrence	02/25/2010	Date and Hour of Discovery	02/25/2010 2:00 p.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher -OCD Paul Evans - BLM			
By Whom?	Josh Russo	Date and Hour	02/26/2010	1:52 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.\*  
A broken 1x4 swedge was the cause of the release. The broken swedge has been replaced with a new one.

Describe Area Affected and Cleanup Action Taken.\*  
The entire release of 1822 bbls was completely contained within the boundary of the dike wall, which is lined with 40 mil plastic. A vacuum truck was called and recovered 1820 bbls of fluid. All saturated soils will be removed from the dike and hauled to the appropriate disposal facility. Clean gravel will then be added to the facility.

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 District Supervisor:	
Title:	HSE Coordinator	Approval Date:	DEC 17 2010
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	
Date: 03/01/2010	Phone: 432-212-2399	Conditions of Approval:	Attached <input type="checkbox"/>

\* Attach Additional Sheets If Necessary

JRA-500

## Bratcher, Mike, EMNRD

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**From:** Joshua Russo [jrusso@conchoresources.com]  
**Sent:** Wednesday, March 03, 2010 9:59 AM  
**To:** Bratcher, Mike, EMNRD; paul\_evans@nm.blm.gov  
**Cc:** Pat Ellis  
**Subject:** C-141 Initial report- Biscuit Hills SWD #1  
**Attachments:** BISCUIT HILLS SWD #1.PDF

Gentlemen,

Attached is the C-141 Initial report for the Biscuit Hills SWD #1. If you have any questions or concerns please do not hesitate to contact me.

Thanks,

### **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:** Friday, February 26, 2010 12:52 PM  
**To:** paul\_evans@nm.blm.gov; Bratcher, Mike, EMNRD  
**Cc:** Pat Ellis; Rick Wright  
**Subject:** Biscuit Hills SWD #001 notification

Gentlemen,

There was a release at the Biscuit Hills SWD #001 on 02/25/2010 at 3:00 p.m. in the afternoon. 1822 bbls of fluid was released due to a broken nipple. A vacuum truck was called and recovered 1820 bbls. The release was completely contained inside the dike walls which has a 40 mil plastic liner. We will remove any saturated gravel, haul it to a disposal facility, and backfill the location with clean gravel. We will also send a C-141 initial form within the required time period. The legal description is as follows:

Biscuit Hills SWD #001  
O-29-17S-31E  
950 FSL 1980 FEL  
API# 30-015-28142

GPS: N 32 48.045  
W 103 53.378

NM 029395

**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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