

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

Received on
1/24/18
OCD District 2
Artesia, NM
Form C-141
Revised April 3, 2017
Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR Initial Report Final Report

Name of Company: COG Operating, LLC (OGRID# 229137)	Contact: Robert McNeill
Address: 600 West Illinois Avenue, Midland TX 79701	Telephone No.: 432-683-7443
Facility Name: HONEY GRAHAM STATE COM #001H	Facility Type: Battery

Surface Owner: State	Mineral Owner: State	API No.: 30-015-37465
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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
D	29	26S	28E	330	North	660	West	Eddy

Latitude: 32.019516 Longitude: -104.1159668 NAD83

NATURE OF RELEASE

Type of Release: Oil & Produced Water	Volume of Release: 9 bbls PW; 1 bbls Oil	Volume Recovered: 8.75 bbls PW; 0.75 bbls Oil
Source of Release: Valve	Date and Hour of Occurrence: 1/6/2018 8:00 am	Date and Hour of Discovery: 1/6/2018 8:00 am
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" 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.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

This release occurred when a valve failed on the heater bypass. The valve has been replaced.

Describe Area Affected and Cleanup Action Taken.*

The release remained within the lined containment. Free fluids were removed and if present the impacted gravel was removed from the liner and taken to a NMOCD approved disposal facility. The liner was inspected for damage and found to have liner integrity to contain free fluids.

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: 	<u>OIL CONSERVATION DIVISION</u>	
	Approved by Environmental Specialist: 	
Printed Name: Dakota Neel	Approval Date: 2/22/18	Expiration Date: N/A
Title: HSE Coordinator	Conditions of Approval: FINAL	
E-mail Address dneel2@concho.com	Attached <input type="checkbox"/>	
Date: 1/24/2018	Phone: 575-746-2010	

* Attach Additional Sheets If Necessary

2RP-4566