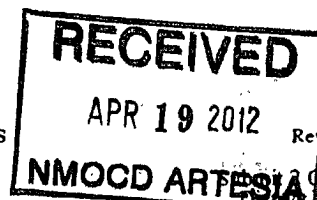


District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

NMLB/12/2855396

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	OXY SPUMONI STATE #1	Facility Type	Tank Battery
Surface Owner	State	Mineral Owner	
		Lease No. (API#)	30-015-33089

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P	16	17S	31E					Eddy

Latitude 32 49.786 Longitude 103 52.149

NATURE OF RELEASE

Type of Release	Produced water and oil	Volume of Release	5bbls pw 4bbls oil	Volume Recovered	4.5bbls pw 4bbls oil
Source of Release	Oil tank	Date and Hour of Occurrence	04/04/2012	Date and Hour of Discovery	04/04/2012 8:00 a.m.
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.*

The water leg on the gun barrel could not keep up with the volume of fluid. Water was pushed to the oil tank and the tank overflowed. We have upgraded the water leg from a 4" to a 6".

Describe Area Affected and Cleanup Action Taken.*

Initially 9bbls of produced water and oil were released from the oil tank and we were able to recover 8.5bbls with a vacuum truck. The entire release was contained inside the lined facility. All free fluid has been removed and contaminated gravel has been removed as needed. We have replaced the contaminated gravel with fresh gravel. The facility has been returned to its prior condition.

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	Signed By Approved by District Supervisor:	
Title:	HSE Coordinator	Approval Date:	MAY 07 2012
E-mail Address:	jrusso@conchoresources.com	Expiration Date:	N/A
Date:	04/18/2012	Phone:	432-212-2399
		Conditions of Approval:	N/A
		Attached	<input type="checkbox"/>

* Attach Additional Sheets If Necessary

2RA-1114